ACT No. 171

HOUSE BILL NO. 493

BY REPRESENTATIVE DUSTIN MILLER

1	AN ACT
2	To amend and reenact R.S. 46:2626(A), (F), (G), (H)(1), and (I)(2), (6), and (7) and to repeal
3	R.S. 46:2626(B), relative to emergency ambulance providers and the disposition of
4	fees; to impose fees for healthcare services provided by the Medicaid program; to
5	require State Plan Amendment approval from the Centers for Medicare and Medicaid
6	Services; to revise existing definitions; to provide for an effective date; and to
7	provide for related matters.
8	Be it enacted by the Legislature of Louisiana:
9	Section 1. R.S. 46:2626(A), (F), (G), (H)(1), and (I)(2), (6), and (7) are hereby
10	amended and reenacted to read as follows:
11	§2626. Fees on emergency ground ambulance service providers; disposition of fees
12	A. The Louisiana Department of Health may adopt and impose fees on for
13	healthcare services provided by the Medicaid program on emergency ground
14	ambulance service providers for healthcare services allowed under 42 CFR 433.56
15	provided by emergency ground ambulance providers. The amount of any fee shall
16	not exceed the total cost to the state of providing the healthcare service subject to the
17	fee.
18	* * *
19	F. Notwithstanding any provision of this Section to the contrary, the
20	department shall adopt and promulgate, pursuant to the Administrative Procedure
21	Act and in compliance with Article VII, Section 10.14 of the Constitution of
22	Louisiana, a fee to be imposed pursuant to Subsection A of this Section in
23	accordance with all of the following:

CODING: Words in struck through type are deletions from existing law; words $\underline{\text{underscored}}$ are additions.

1	(1) The department shall calculate, levy, and collect a fee from every
2	emergency ground ambulance service provider on each emergency and
3	nonemergency ground ambulance transport service allowed under 42 CFR 433.56
4	provided by an emergency ground ambulance provider upon the occurrence of all o
5	the following:
6	(a) Implementation of the reimbursement enhancements as provided for in
7	Subsection G of this Section.
8	(b)(i) Approval from the Centers for Medicare and Medicaid Services.
9	(ii) The department shall submit all required documentation necessary for
10	approval and implementation of the reimbursement enhancements set forth in
11	Subsection G of this Section on or before August 31, 2016.
12	(2) The total assessment for the initial state fiscal year in which the
13	assessment is charged shall not exceed the lesser of the following:
14	(a) The state portion of the cost, excluding any federal financia
15	participation, of the reimbursement enhancements provided for in this Section tha
16	are directly attributable to payments to emergency ground ambulance service
17	providers.
18	(b) One and one-half percent of the net operating revenue of all emergency
19	ground ambulance service providers assessed relating to the provision of emergency
20	ground ambulance transportation.
21	(3) The department shall uniformly impose and shall allocate the assessmen
22	to each emergency ground ambulance service provider on a consistent basis and the
23	assessment formula shall be the same for every emergency ground ambulance
24	service provider.
25	(4) For the initial year of the assessment, the department shall assess each
26	emergency ground transport provider in accordance with Paragraph (2) of this
27	Subsection. The total amount of the assessment shall be paid by the emergency
28	ground ambulance service provider in installments as prescribed by the secretary in
29	conjunction with the written consent of emergency ground ambulance service

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providers, and shall be due from the provider within thirty days of the notification of assessment owed.

(5) After the initial year, the <u>The</u> department shall assess <u>on</u> each emergency ground ambulance service provider a percentage fee, determined at the discretion of the secretary subject to the provisions of Paragraph (3) of this Subsection in collaboration and with the express and written mutual agreement of the emergency ground ambulance service providers subject to the assessment and which make up a minimum of sixty-five percent of all emergency ground ambulance transports services in the state of Louisiana. The maximum fee allowable pursuant to this Section in any year, shall not exceed the percentage of net patient service revenues permitted by federal regulation pursuant to 42 CFR 433.68 as determined by the department, as reported by the provider and subject to audit for the previous fiscal year of the provider. The total amount of the assessment shall be paid by the emergency ground ambulance service provider in installments as prescribed by the secretary in conjunction with the agreement of emergency ground ambulance service providers, those providers subject to the fee which provide a minimum of sixty-five percent of the emergency ground ambulance transports and shall be due from the provider within thirty days of the notification of the fee amount owed.

- G. For each year in which the assessment is in effect, the department shall provide for reimbursement enhancements in accordance with all of the following:
- (1) Reimbursement or payment to emergency ground ambulance service providers by any state or state-sponsored program, including but not limited to the Bayou Health Plans or their successors, at or above the base rates at the level which were in effect on July 1, 2015 2022, for emergency and nonemergency ground ambulance transport and related services provided pursuant to the Louisiana medical assistance program provided that funds are appropriated in the budget plus an enhancement.
- (2) The legislature shall annually appropriate from the state general fund and not from the Emergency Ground Ambulance Service Provider Trust Fund Account

an amount necessary to fund the state share of the <u>base</u> reimbursement to emergency ground ambulance service providers pursuant to Paragraph (1) of this Subsection.

- (3) Monies collected from the fees shall be appropriated by the state in accordance with Article VII, Section 10.14 of the Constitution of Louisiana as necessary for the state to maximize federal matching funds and all proceeds, including interest from the fees collected, shall be deposited in the Emergency Ground Ambulance Service Provider Trust Fund Account for application in accordance with this Subsection and any applicable State Plan Amendment LA-11-23 and any amendments thereto pertaining to emergency ground ambulance service provider reimbursement or payment.
- (4) The enhancement payment level shall be determined in a manner to bring the payments for these services up to the average commercial rate level as described in Section C(8) of any level described in any applicable State Plan Amendment LA-11-23 and any amendments thereto to the extent of the availability of funds in Emergency Ground Ambulance Service Trust Fund. pertaining to emergency ground ambulance service provider reimbursement or payment approved by the Centers for Medicare and Medicaid Services. The enhancement payment level shall be the difference between the reimbursement levels provided for in Paragraph (1) of this Subsection and the average commercial rate levels as described in any applicable State Plan Amendment pertaining to emergency ground ambulance service provider reimbursement or payment approved by the Centers for Medicare and Medicaid Services.
- (5) Funds from the Emergency Ground Ambulance Service Provider Trust Fund Account shall be used to achieve the maximum reimbursement under federal law and appropriated solely to fund the reimbursement enhancements provided for in this Subsection Paragraph (4) of this Subsection as provided in the most recent formula adopted by the legislature or the secretary as applicable and distributed exclusively among emergency ground ambulance service provider for emergency and nonemergency ambulance transportation services provided.

1	H.(1) No additional assessment shall be collected and any assessment shall
2	be terminated for the remainder of the fiscal year from the date on which any of the
3	following occur:
4	(a) The secretary and the emergency ground ambulance service provider
5	representing a minimum of sixty-five percent of all emergency ground transports fail
6	to reach an agreement on any proposed changes to the formula for the next fiscal
7	year. The reimbursements set forth in Subsection G of this Section are reduced
8	below the base reimbursement.
9	(b) The department, or its successor or contractors, reduces or does not pay
10	reimbursement enhancements established in the current formula as adopted by the
11	legislature. The amount of the reimbursement for ground ambulance services
12	payable by any Medicaid Managed Care Organization falls below one hundred
13	percent of the Medicaid rate in effect at the time the service is rendered.
14	(c) The appropriations provided for in Subsection D of this Section are
15	reduced.
16	(d) The amount of the reimbursement for emergency and nonemergency
17	ground ambulance services payable by any Medicaid managed care organization falls
18	below one hundred percent of the Medicaid rate in effect at the time the service is
19	rendered.
20	* * *
21	I. For purposes of this Section, the following definitions apply:
22	* * *
23	(2) "Average commercial rate" means the average amount payable by
24	commercial payors for the same services and as further defined in State Plan
25	Amendment LA-11-23 and any amendments thereto in effect on the effective date
26	of this Section. as defined by any applicable State Plan Amendment pertaining to
27	any emergency ground ambulance service payment or reimbursement.
28	* * *

1 (6) "Emergency Ground Ambulance Service Provider Trust Fund Account" 2 or "the fund" means the fund provided for in Article VII, Section 10.14 of the 3 Constitution of Louisiana upon the payment of fees by emergency ground ambulance 4 service providers pursuant to this Section and to which all fees shall be paid into and 5 utilized solely for the reimbursement enhancements to be provided to emergency 6 ground ambulance service providers. 7 (7) "Net operating revenue" means the gross revenues of the emergency 8 ground ambulance service provider for the provision of emergency and 9 nonemergency ground ambulance transportation services, excluding any Medicaid 10 reimbursements, rendered and allowed under 42 CFR 433.56 less any deducted 11 amounts for bad debts, charity care, and payer discounts. 12 13 Section 2. R.S. 46:2626(B) is hereby repealed in its entirety. 14 Section 3. This Act shall become effective upon signature by the governor or, if not 15 signed by the governor, upon expiration of the time for bills to become law without signature 16 by the governor, as provided by Article III, Section 18 of the Constitution of Louisiana. If 17 vetoed by the governor and subsequently approved by the legislature, this Act shall become 18 effective on the day following such approval. SPEAKER OF THE HOUSE OF REPRESENTATIVES PRESIDENT OF THE SENATE GOVERNOR OF THE STATE OF LOUISIANA

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APPROVED: _____