### SECOND REGULAR SESSION

## [PERFECTED]

# HOUSE BILL NO. 1516

# 99TH GENERAL ASSEMBLY

#### INTRODUCED BY REPRESENTATIVE WIEMANN.

D. ADAM CRUMBLISS, ChiefClerk

# **AN ACT**

To repeal section 208.152, RSMo, and to enact in lieu thereof one new section relating to chiropractic services.

Be it enacted by the General Assembly of the state of Missouri, as follows:

Section A. Section 208.152, RSMo, is repealed and one new section enacted in lieu 2 thereof, to be known as section 208.152, to read as follows:

208.152. 1. MO HealthNet payments shall be made on behalf of those eligible needy 2 persons as described in section 208.151 who are unable to provide for it in whole or in part, with 3 any payments to be made on the basis of the reasonable cost of the care or reasonable charge for 4 the services as defined and determined by the MO HealthNet division, unless otherwise 5 hereinafter provided, for the following:

6 (1) Inpatient hospital services, except to persons in an institution for mental diseases who are under the age of sixty-five years and over the age of twenty-one years; provided that the MO 7 8 HealthNet division shall provide through rule and regulation an exception process for coverage 9 of inpatient costs in those cases requiring treatment beyond the seventy-fifth percentile professional activities study (PAS) or the MO HealthNet children's diagnosis length-of-stay 10 11 schedule; and provided further that the MO HealthNet division shall take into account through 12 its payment system for hospital services the situation of hospitals which serve a disproportionate 13 number of low-income patients;

14 (2) All outpatient hospital services, payments therefor to be in amounts which represent 15 no more than eighty percent of the lesser of reasonable costs or customary charges for such

EXPLANATION — Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted from the law. Matter in **bold-face** type in the above bill is proposed language.

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16 services, determined in accordance with the principles set forth in Title XVIII A and B, Public

17 Law 89-97, 1965 amendments to the federal Social Security Act (42 U.S.C. Section 301, et seq.), 18 but the MO HealthNet division may evaluate outpatient hospital services rendered under this 19 section and deny payment for services which are determined by the MO HealthNet division not 20 to be medically necessary, in accordance with federal law and regulations;

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(3) Laboratory and X-ray services;

22 (4) Nursing home services for participants, except to persons with more than five 23 hundred thousand dollars equity in their home or except for persons in an institution for mental 24 diseases who are under the age of sixty-five years, when residing in a hospital licensed by the 25 department of health and senior services or a nursing home licensed by the department of health 26 and senior services or appropriate licensing authority of other states or government-owned and 27 -operated institutions which are determined to conform to standards equivalent to licensing 28 requirements in Title XIX of the federal Social Security Act (42 U.S.C. Section 301, et seq.), as 29 amended, for nursing facilities. The MO HealthNet division may recognize through its payment methodology for nursing facilities those nursing facilities which serve a high volume of MO 30 31 HealthNet patients. The MO HealthNet division when determining the amount of the benefit 32 payments to be made on behalf of persons under the age of twenty-one in a nursing facility may 33 consider nursing facilities furnishing care to persons under the age of twenty-one as a 34 classification separate from other nursing facilities;

35 (5) Nursing home costs for participants receiving benefit payments under subdivision 36 (4) of this subsection for those days, which shall not exceed twelve per any period of six 37 consecutive months, during which the participant is on a temporary leave of absence from the 38 hospital or nursing home, provided that no such participant shall be allowed a temporary leave 39 of absence unless it is specifically provided for in his plan of care. As used in this subdivision, 40 the term "temporary leave of absence" shall include all periods of time during which a participant 41 is away from the hospital or nursing home overnight because he is visiting a friend or relative; 42 (6) Physicians' services, whether furnished in the office, home, hospital, nursing home, 43 or elsewhere;

44 (7) Up to twenty visits per year for Subject to appropriation, services limited to 45 examinations, diagnoses, adjustments, and manipulations and treatments of malpositioned 46 articulations and structures of the body provided by licensed chiropractic physicians 47 practicing within their scope of practice. Nothing in this subdivision shall be interpreted 48 to otherwise expand MO HealthNet services;

49 (8) Drugs and medicines when prescribed by a licensed physician, dentist, podiatrist, or 50 an advanced practice registered nurse; except that no payment for drugs and medicines 51 prescribed on and after January 1, 2006, by a licensed physician, dentist, podiatrist, or an

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52 advanced practice registered nurse may be made on behalf of any person who qualifies for 53 prescription drug coverage under the provisions of P.L. 108-173;

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[(8)] (9) Emergency ambulance services and, effective January 1, 1990, medically 55 necessary transportation to scheduled, physician-prescribed nonelective treatments;

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(9) (10) Early and periodic screening and diagnosis of individuals who are under the 57 age of twenty-one to ascertain their physical or mental defects, and health care, treatment, and 58 other measures to correct or ameliorate defects and chronic conditions discovered thereby. Such 59 services shall be provided in accordance with the provisions of Section 6403 of P.L. 101-239 and 60 federal regulations promulgated thereunder;



[(10)] (11) Home health care services;

62 [(11)] (12) Family planning as defined by federal rules and regulations; provided, however, that such family planning services shall not include abortions unless such abortions are 63 64 certified in writing by a physician to the MO HealthNet agency that, in the physician's 65 professional judgment, the life of the mother would be endangered if the fetus were carried to 66 term;

67 (12) (13) Inpatient psychiatric hospital services for individuals under age twenty-one 68 as defined in Title XIX of the federal Social Security Act (42 U.S.C. Section 1396d, et seq.);

69 [(13)] (14) Outpatient surgical procedures, including presurgical diagnostic services 70 performed in ambulatory surgical facilities which are licensed by the department of health and 71 senior services of the state of Missouri; except, that such outpatient surgical services shall not 72 include persons who are eligible for coverage under Part B of Title XVIII, Public Law 89-97, 73 1965 amendments to the federal Social Security Act, as amended, if exclusion of such persons 74 is permitted under Title XIX, Public Law 89-97, 1965 amendments to the federal Social Security 75 Act, as amended;

76 [(14)] (15) Personal care services which are medically oriented tasks having to do with 77 a person's physical requirements, as opposed to housekeeping requirements, which enable a 78 person to be treated by his or her physician on an outpatient rather than on an inpatient or 79 residential basis in a hospital, intermediate care facility, or skilled nursing facility. Personal care 80 services shall be rendered by an individual not a member of the participant's family who is 81 qualified to provide such services where the services are prescribed by a physician in accordance 82 with a plan of treatment and are supervised by a licensed nurse. Persons eligible to receive 83 personal care services shall be those persons who would otherwise require placement in a 84 hospital, intermediate care facility, or skilled nursing facility. Benefits payable for personal care 85 services shall not exceed for any one participant one hundred percent of the average statewide charge for care and treatment in an intermediate care facility for a comparable period of time. 86 87 Such services, when delivered in a residential care facility or assisted living facility licensed

88 under chapter 198 shall be authorized on a tier level based on the services the resident requires 89 and the frequency of the services. A resident of such facility who qualifies for assistance under 90 section 208.030 shall, at a minimum, if prescribed by a physician, qualify for the tier level with 91 the fewest services. The rate paid to providers for each tier of service shall be set subject to 92 Subject to appropriations, each resident of such facility who qualifies for appropriations. 93 assistance under section 208.030 and meets the level of care required in this section shall, at a 94 minimum, if prescribed by a physician, be authorized up to one hour of personal care services 95 per day. Authorized units of personal care services shall not be reduced or tier level lowered 96 unless an order approving such reduction or lowering is obtained from the resident's personal 97 physician. Such authorized units of personal care services or tier level shall be transferred with 98 such resident if he or she transfers to another such facility. Such provision shall terminate upon 99 receipt of relevant waivers from the federal Department of Health and Human Services. If the 100 Centers for Medicare and Medicaid Services determines that such provision does not comply 101 with the state plan, this provision shall be null and void. The MO HealthNet division shall notify 102 the revisor of statutes as to whether the relevant waivers are approved or a determination of 103 noncompliance is made;

104 [(15)] (16) Mental health services. The state plan for providing medical assistance 105 under Title XIX of the Social Security Act, 42 U.S.C. Section 301, as amended, shall include the 106 following mental health services when such services are provided by community mental health 107 facilities operated by the department of mental health or designated by the department of mental 108 health as a community mental health facility or as an alcohol and drug abuse facility or as a 109 child-serving agency within the comprehensive children's mental health service system 110 established in section 630.097. The department of mental health shall establish by administrative 111 rule the definition and criteria for designation as a community mental health facility and for 112 designation as an alcohol and drug abuse facility. Such mental health services shall include:

(a) Outpatient mental health services including preventive, diagnostic, therapeutic, rehabilitative, and palliative interventions rendered to individuals in an individual or group setting by a mental health professional in accordance with a plan of treatment appropriately established, implemented, monitored, and revised under the auspices of a therapeutic team as a part of client services management;

(b) Clinic mental health services including preventive, diagnostic, therapeutic, rehabilitative, and palliative interventions rendered to individuals in an individual or group setting by a mental health professional in accordance with a plan of treatment appropriately established, implemented, monitored, and revised under the auspices of a therapeutic team as a part of client services management;

123 (c) Rehabilitative mental health and alcohol and drug abuse services including home and 124 community-based preventive, diagnostic, therapeutic, rehabilitative, and palliative interventions 125 rendered to individuals in an individual or group setting by a mental health or alcohol and drug 126 abuse professional in accordance with a plan of treatment appropriately established, 127 implemented, monitored, and revised under the auspices of a therapeutic team as a part of client 128 services management. As used in this section, mental health professional and alcohol and drug 129 abuse professional shall be defined by the department of mental health pursuant to duly 130 promulgated rules. With respect to services established by this subdivision, the department of 131 social services, MO HealthNet division, shall enter into an agreement with the department of 132 Matching funds for outpatient mental health services, clinic mental health mental health. 133 services, and rehabilitation services for mental health and alcohol and drug abuse shall be 134 certified by the department of mental health to the MO HealthNet division. The agreement shall 135 establish a mechanism for the joint implementation of the provisions of this subdivision. In 136 addition, the agreement shall establish a mechanism by which rates for services may be jointly 137 developed;

138 [(16)] (17) Such additional services as defined by the MO HealthNet division to be 139 furnished under waivers of federal statutory requirements as provided for and authorized by the 140 federal Social Security Act (42 U.S.C. Section 301, et seq.) subject to appropriation by the 141 general assembly;

142 [(17)] (18) The services of an advanced practice registered nurse with a collaborative 143 practice agreement to the extent that such services are provided in accordance with chapters 334 144 and 335, and regulations promulgated thereunder;

145 [(18)] (19) Nursing home costs for participants receiving benefit payments under 146 subdivision (4) of this subsection to reserve a bed for the participant in the nursing home during 147 the time that the participant is absent due to admission to a hospital for services which cannot 148 be performed on an outpatient basis, subject to the provisions of this subdivision:

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(a) The provisions of this subdivision shall apply only if:

a. The occupancy rate of the nursing home is at or above ninety-seven percent of MO HealthNet certified licensed beds, according to the most recent quarterly census provided to the department of health and senior services which was taken prior to when the participant is admitted to the hospital; and

b. The patient is admitted to a hospital for a medical condition with an anticipated stay of three days or less;

(b) The payment to be made under this subdivision shall be provided for a maximum ofthree days per hospital stay;

(c) For each day that nursing home costs are paid on behalf of a participant under this subdivision during any period of six consecutive months such participant shall, during the same period of six consecutive months, be ineligible for payment of nursing home costs of two otherwise available temporary leave of absence days provided under subdivision (5) of this subsection; and

(d) The provisions of this subdivision shall not apply unless the nursing home receives notice from the participant or the participant's responsible party that the participant intends to return to the nursing home following the hospital stay. If the nursing home receives such notification and all other provisions of this subsection have been satisfied, the nursing home shall provide notice to the participant or the participant's responsible party prior to release of the reserved bed;

169 [(19)] (20) Prescribed medically necessary durable medical equipment. An electronic 170 web-based prior authorization system using best medical evidence and care and treatment 171 guidelines consistent with national standards shall be used to verify medical need;

172 [(20)] (21) Hospice care. As used in this subdivision, the term "hospice care" means 173 a coordinated program of active professional medical attention within a home, outpatient and 174 inpatient care which treats the terminally ill patient and family as a unit, employing a medically 175 directed interdisciplinary team. The program provides relief of severe pain or other physical 176 symptoms and supportive care to meet the special needs arising out of physical, psychological, 177 spiritual, social, and economic stresses which are experienced during the final stages of illness, 178 and during dying and bereavement and meets the Medicare requirements for participation as a 179 hospice as are provided in 42 CFR Part 418. The rate of reimbursement paid by the MO 180 HealthNet division to the hospice provider for room and board furnished by a nursing home to 181 an eligible hospice patient shall not be less than ninety-five percent of the rate of reimbursement 182 which would have been paid for facility services in that nursing home facility for that patient, 183 in accordance with subsection (c) of Section 6408 of P.L. 101-239 (Omnibus Budget 184 Reconciliation Act of 1989);

185 [(21)] (22) Prescribed medically necessary dental services. Such services shall be 186 subject to appropriations. An electronic web-based prior authorization system using best medical 187 evidence and care and treatment guidelines consistent with national standards shall be used to 188 verify medical need;

189 [(22)] (23) Prescribed medically necessary optometric services. Such services shall be 190 subject to appropriations. An electronic web-based prior authorization system using best medical 191 evidence and care and treatment guidelines consistent with national standards shall be used to 192 verify medical need;

193 [(23)] (24) Blood clotting products-related services. For persons diagnosed with a 194 bleeding disorder, as defined in section 338.400, reliant on blood clotting products, as defined 195 in section 338.400, such services include:

(a) Home delivery of blood clotting products and ancillary infusion equipment andsupplies, including the emergency deliveries of the product when medically necessary;

(b) Medically necessary ancillary infusion equipment and supplies required to administerthe blood clotting products; and

200 (c) Assessments conducted in the participant's home by a pharmacist, nurse, or local 201 home health care agency trained in bleeding disorders when deemed necessary by the 202 participant's treating physician;

203 [(24)] (25) The MO HealthNet division shall, by January 1, 2008, and annually 204 thereafter, report the status of MO HealthNet provider reimbursement rates as compared to one 205 hundred percent of the Medicare reimbursement rates and compared to the average dental 206 reimbursement rates paid by third-party payors licensed by the state. The MO HealthNet division 207 shall, by July 1, 2008, provide to the general assembly a four-year plan to achieve parity with 208 Medicare reimbursement rates and for third-party payor average dental reimbursement rates. 209 Such plan shall be subject to appropriation and the division shall include in its annual budget 210 request to the governor the necessary funding needed to complete the four-year plan developed 211 under this subdivision.

2. Additional benefit payments for medical assistance shall be made on behalf of those 213 eligible needy children, pregnant women and blind persons with any payments to be made on the 214 basis of the reasonable cost of the care or reasonable charge for the services as defined and 215 determined by the MO HealthNet division, unless otherwise hereinafter provided, for the 216 following:

217 (1) Dental services;

218 (2) Services of podiatrists as defined in section 330.010;

219 (3) Optometric services as described in section 336.010;

(4) Orthopedic devices or other prosthetics, including eye glasses, dentures, hearing aids,and wheelchairs;

(5) Hospice care. As used in this subdivision, the term "hospice care" means a coordinated program of active professional medical attention within a home, outpatient and inpatient care which treats the terminally ill patient and family as a unit, employing a medically directed interdisciplinary team. The program provides relief of severe pain or other physical symptoms and supportive care to meet the special needs arising out of physical, psychological, spiritual, social, and economic stresses which are experienced during the final stages of illness, and during dying and bereavement and meets the Medicare requirements for participation as a

hospice as are provided in 42 CFR Part 418. The rate of reimbursement paid by the MO HealthNet division to the hospice provider for room and board furnished by a nursing home to an eligible hospice patient shall not be less than ninety-five percent of the rate of reimbursement which would have been paid for facility services in that nursing home facility for that patient, in accordance with subsection (c) of Section 6408 of P.L. 101-239 (Omnibus Budget Reconciliation Act of 1989);

235 (6) Comprehensive day rehabilitation services beginning early posttrauma as part of a 236 coordinated system of care for individuals with disabling impairments. Rehabilitation services 237 must be based on an individualized, goal-oriented, comprehensive and coordinated treatment 238 plan developed, implemented, and monitored through an interdisciplinary assessment designed 239 to restore an individual to optimal level of physical, cognitive, and behavioral function. The MO 240 HealthNet division shall establish by administrative rule the definition and criteria for 241 designation of a comprehensive day rehabilitation service facility, benefit limitations and 242 payment mechanism. Any rule or portion of a rule, as that term is defined in section 536.010, 243 that is created under the authority delegated in this subdivision shall become effective only if it 244 complies with and is subject to all of the provisions of chapter 536 and, if applicable, section 245 536.028. This section and chapter 536 are nonseverable and if any of the powers vested with the 246 general assembly pursuant to chapter 536 to review, to delay the effective date, or to disapprove 247 and annul a rule are subsequently held unconstitutional, then the grant of rulemaking authority 248 and any rule proposed or adopted after August 28, 2005, shall be invalid and void.

249 The MO HealthNet division may require any participant receiving MO HealthNet 3. 250 benefits to pay part of the charge or cost until July 1, 2008, and an additional payment after July 251 1, 2008, as defined by rule duly promulgated by the MO HealthNet division, for all covered 252 services except for those services covered under subdivisions [(14)] (15) and [(15)] (16) of 253 subsection 1 of this section and sections 208.631 to 208.657 to the extent and in the manner 254 authorized by Title XIX of the federal Social Security Act (42 U.S.C. Section 1396, et seq.) and 255 regulations thereunder. When substitution of a generic drug is permitted by the prescriber 256 according to section 338.056, and a generic drug is substituted for a name-brand drug, the MO 257 HealthNet division may not lower or delete the requirement to make a co-payment pursuant to 258 regulations of Title XIX of the federal Social Security Act. A provider of goods or services 259 described under this section must collect from all participants the additional payment that may 260 be required by the MO HealthNet division under authority granted herein, if the division 261 exercises that authority, to remain eligible as a provider. Any payments made by participants 262 under this section shall be in addition to and not in lieu of payments made by the state for goods 263 or services described herein except the participant portion of the pharmacy professional 264 dispensing fee shall be in addition to and not in lieu of payments to pharmacists. A provider may

265 collect the co-payment at the time a service is provided or at a later date. A provider shall not 266 refuse to provide a service if a participant is unable to pay a required payment. If it is the routine 267 business practice of a provider to terminate future services to an individual with an unclaimed 268 debt, the provider may include uncollected co-payments under this practice. Providers who elect 269 not to undertake the provision of services based on a history of bad debt shall give participants 270 advance notice and a reasonable opportunity for payment. A provider, representative, employee, 271 independent contractor, or agent of a pharmaceutical manufacturer shall not make co-payment 272 for a participant. This subsection shall not apply to other qualified children, pregnant women, 273 or blind persons. If the Centers for Medicare and Medicaid Services does not approve the MO 274 HealthNet state plan amendment submitted by the department of social services that would allow a provider to deny future services to an individual with uncollected co-payments, the denial of

a provider to deny future services to an individual with uncollected co-payments, the denial of
services shall not be allowed. The department of social services shall inform providers regarding
the acceptability of denying services as the result of unpaid co-payments.

4. The MO HealthNet division shall have the right to collect medication samples from participants in order to maintain program integrity.

5. Reimbursement for obstetrical and pediatric services under subdivision (6) of subsection 1 of this section shall be timely and sufficient to enlist enough health care providers so that care and services are available under the state plan for MO HealthNet benefits at least to the extent that such care and services are available to the general population in the geographic area, as required under subparagraph (a)(30)(A) of 42 U.S.C. Section 1396a and federal regulations promulgated thereunder.

6. Beginning July 1, 1990, reimbursement for services rendered in federally funded health centers shall be in accordance with the provisions of subsection 6402(c) and Section 6404 of P.L. 101-239 (Omnibus Budget Reconciliation Act of 1989) and federal regulations promulgated thereunder.

7. Beginning July 1, 1990, the department of social services shall provide notification and referral of children below age five, and pregnant, breast-feeding, or postpartum women who are determined to be eligible for MO HealthNet benefits under section 208.151 to the special supplemental food programs for women, infants and children administered by the department of health and senior services. Such notification and referral shall conform to the requirements of Section 6406 of P.L. 101-239 and regulations promulgated thereunder.

8. Providers of long-term care services shall be reimbursed for their costs in accordance with the provisions of Section 1902 (a)(13)(A) of the Social Security Act, 42 U.S.C. Section 1396a, as amended, and regulations promulgated thereunder.

9. Reimbursement rates to long-term care providers with respect to a total change in ownership, at arm's length, for any facility previously licensed and certified for participation in

the MO HealthNet program shall not increase payments in excess of the increase that would result from the application of Section 1902 (a)(13)(C) of the Social Security Act, 42 U.S.C. Section 1396a (a)(13)(C).

10. The MO HealthNet division may enroll qualified residential care facilities and assisted living facilities, as defined in chapter 198, as MO HealthNet personal care providers.

306 11. Any income earned by individuals eligible for certified extended employment at a 307 sheltered workshop under chapter 178 shall not be considered as income for purposes of 308 determining eligibility under this section.

309 12. If the Missouri Medicaid audit and compliance unit changes any interpretation or 310 application of the requirements for reimbursement for MO HealthNet services from the 311 interpretation or application that has been applied previously by the state in any audit of a MO 312 HealthNet provider, the Missouri Medicaid audit and compliance unit shall notify all affected 313 MO HealthNet providers five business days before such change shall take effect. Failure of the 314 Missouri Medicaid audit and compliance unit to notify a provider of such change shall entitle the 315 provider to continue to receive and retain reimbursement until such notification is provided and 316 shall waive any liability of such provider for recoupment or other loss of any payments 317 previously made prior to the five business days after such notice has been sent. Each provider 318 shall provide the Missouri Medicaid audit and compliance unit a valid email address and shall 319 agree to receive communications electronically. The notification required under this section 320 shall be delivered in writing by the United States Postal Service or electronic mail to each 321 provider.

322 13. Nothing in this section shall be construed to abrogate or limit the department's323 statutory requirement to promulgate rules under chapter 536.

14. Beginning July 1, 2016, and subject to appropriations, providers of behavioral, social, and psychophysiological services for the prevention, treatment, or management of physical health problems shall be reimbursed utilizing the behavior assessment and intervention reimbursement codes 96150 to 96154 or their successor codes under the Current Procedural Terminology (CPT) coding system. Providers eligible for such reimbursement shall include psychologists.

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