## LEGISLATURE OF NEBRASKA ONE HUNDRED SIXTH LEGISLATURE FIRST SESSION

## **LEGISLATIVE BILL 327**

Introduced by Bolz, 29.

Read first time January 16, 2019

## Committee:

- 1 A BILL FOR AN ACT relating to appropriations; to state intent to
- 2 appropriate funds to increase rates paid for certain behavioral
- 3 health services; and to earmark appropriations as prescribed.
- 4 Be it enacted by the people of the State of Nebraska,

1 Section 1. (1) It is the intent of the Legislature to increase

- 2 funding to certain behavioral health providers utilizing data from the
- 3 <u>multi-year cost model study project conducted by the Division of</u>
- 4 Behavioral Health of the Department of Health and Human Services.
- 5 (2) The purpose of the cost model study project is to determine if
- 6 rates paid are reasonable given changes in the behavioral health field
- 7 over the past ten years and to make recommendations for change.
- 8 (3) The Legislature finds that the initial report from the cost
- 9 model study project shows rates paid to behavioral health providers from
- 10 seven percent below the actual cost of providing services to thirty-five
- 11 percent below the actual cost of providing services and that the average
- 12 <u>rate paid is eighteen and one-tenth percent below the actual cost of</u>
- 13 providing services.
- 14 (4) By substantially increasing behavioral health provider rates
- 15 paid during the biennium budget cycle, it is the intent of the
- 16 <u>Legislature to ensure that providers of these services can continue to</u>
- 17 serve Nebraskans in the medical assistance program and the probation
- 18 system.
- 19 (5) There is included in the appropriation by the One Hundred Sixth
- 20 Legislature, First Session, to the Supreme Court, Agency 5, Program 435,
- 21 Probation Community Corrections, \$X,XXX,XXX General Funds for FY2019-20
- 22 and \$X,XXX,XXX General Funds for FY2020-21 for a five percent increase
- 23 each year of the biennium in rates paid to providers of behavioral health
- 24 <u>services</u>, which shall only be used for such purpose.
- 25 (6) There is included in the appropriation by the One Hundred Sixth
- 26 Legislature, First Session, to the Department of Health and Human
- 27 <u>Services, Agency 25, Program 348, Medical Assistance, \$X,XXX,XXX General</u>
- 28 Funds for FY2019-20 and \$X,XXX,XXX General Funds for FY2020-21 for a five
- 29 percent increase each year of the biennium in rates paid for psychiatric
- 30 services for individuals age twenty-one years and older, mental health
- 31 and substance abuse treatment services for children and adolescents, and

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1 rehabilitative psychiatric services, which shall only be used for such

- 2 <u>purpose</u>.
- 3 (7) The Office of Probation Administration shall submit a report on
- 4 or before December 1, 2019, December 1, 2020, and December 1, 2021,
- 5 providing detail as to how the provider rate increase provided under
- 6 subsection (5) of this section was distributed across all services and
- 7 providers. A copy of the report each year shall be submitted to the
- 8 Governor and electronically to the Appropriations Committee of the
- 9 Legislature.
- 10 (8) The Department of Health and Human Services shall submit a
- 11 report on or before December 1, 2019, December 1, 2020, and December 1,
- 12 2021, providing detail as to how the provider rate increase provided
- 13 <u>under subsection (6) of this section was distributed across all services</u>
- 14 and providers. A copy of the report each year shall be submitted to the
- 15 Governor and electronically to the Appropriations Committee of the
- 16 Legislature.