LEGISLATURE OF NEBRASKA

ONE HUNDRED SEVENTH LEGISLATURE

FIRST SESSION

LEGISLATIVE BILL 413

Introduced by Wishart, 27.

Read first time January 14, 2021

Committee:

1	A BILL FOR	AN ACT	relating	to the	Medical	Assistance	Act;	to amend
2	section	68-911,	Reissue	Revised	Statutes	of Nebras	ka, and	section
3	68-901,	Revised	Statute	s Cumula	ative Sup	plement, 2	2020; t	o define
4	terms;	to requir	e coveraç	ge of med	dications	for substa	nce use	disorder

- 5 treatment and addiction medicine services as prescribed; to
- 6 harmonize provisions; and to repeal the original sections.
- 7 Be it enacted by the people of the State of Nebraska,

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1 Section 1. Section 68-901, Revised Statutes Cumulative Supplement,

- 2 2020, is amended to read:
- 3 68-901 Sections 68-901 to 68-9,100 <u>and section 3 of this act</u>shall
- 4 be known and may be cited as the Medical Assistance Act.
- 5 Sec. 2. Section 68-911, Reissue Revised Statutes of Nebraska, is
- 6 amended to read:
- 7 68-911 (1) Medical assistance shall include coverage for health care
- 8 and related services as required under Title XIX of the federal Social
- 9 Security Act, including, but not limited to:
- 10 (a) Inpatient and outpatient hospital services;
- 11 (b) Laboratory and X-ray services;
- 12 (c) Nursing facility services;
- 13 (d) Home health services;
- 14 (e) Nursing services;
- 15 (f) Clinic services;
- 16 (g) Physician services;
- 17 (h) Medical and surgical services of a dentist;
- 18 (i) Nurse practitioner services;
- 19 (j) Nurse midwife services;
- 20 (k) Pregnancy-related services;
- 21 (1) Medical supplies;
- 22 (m) Mental health and substance abuse services;—and
- 23 (n) Early and periodic screening and diagnosis and treatment
- 24 services for children which shall include both physical and behavioral
- 25 health screening, diagnosis, and treatment services; and -
- 26 <u>(o) Medications for substance use disorder treatment.</u>
- 27 (2) In addition to coverage otherwise required under this section,
- 28 medical assistance may include coverage for health care and related
- 29 services as permitted but not required under Title XIX of the federal
- 30 Social Security Act, including, but not limited to:
- 31 (a) Prescribed drugs;

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1 (b) Intermediate care facilities for persons with developmental

- 2 disabilities;
- 3 (c) Home and community-based services for aged persons and persons
- 4 with disabilities;
- 5 (d) Dental services;
- 6 (e) Rehabilitation services;
- 7 (f) Personal care services;
- 8 (g) Durable medical equipment;
- 9 (h) Medical transportation services;
- 10 (i) Vision-related services;
- 11 (j) Speech therapy services;
- 12 (k) Physical therapy services;
- 13 (1) Chiropractic services;
- 14 (m) Occupational therapy services;
- 15 (n) Optometric services;
- 16 (o) Podiatric services;
- 17 (p) Hospice services;
- 18 (q) Mental health and substance abuse services;
- 19 (r) Hearing screening services for newborn and infant children; and
- 20 (s) Administrative expenses related to administrative activities,
- 21 including outreach services, provided by school districts and educational
- 22 service units to students who are eligible or potentially eligible for
- 23 medical assistance.
- 24 (3) No later than July 1, 2009, the department shall submit a state
- 25 plan amendment or waiver to the federal Centers for Medicare and Medicaid
- 26 Services to provide coverage under the medical assistance program for
- 27 community-based secure residential and subacute behavioral health
- 28 services for all eligible recipients, without regard to whether the
- 29 recipient has been ordered by a mental health board under the Nebraska
- 30 Mental Health Commitment Act to receive such services.
- 31 (4) On or before October 1, 2014, the department, after consultation

- 1 with the State Department of Education, shall submit a state plan
- 2 amendment to the federal Centers for Medicare and Medicaid Services, as
- 3 necessary, to provide that the following are direct reimbursable services
- 4 when provided by school districts as part of an individualized education
- 5 program or an individualized family service plan: Early and periodic
- 6 screening, diagnosis, and treatment services for children; medical
- 7 transportation services; mental health services; nursing services;
- 8 occupational therapy services; personal care services; physical therapy
- 9 services; rehabilitation services; speech therapy and other services for
- 10 individuals with speech, hearing, or language disorders; and vision-
- 11 related services.
- 12 Sec. 3. (1) For purposes of this section:
- 13 (a) Financial requirements means deductibles, copayments,
- 14 <u>coinsurance</u>, or out-of-pocket maximums;
- 15 (b) Managed care organization means an entity which has a contract
- 16 with the department to provide health insurance coverage under the
- 17 medical assistance program;
- 18 <u>(c) Pharmacy benefit manager means a person or entity that</u>
- 19 negotiates prescription drug price and rebate arrangements with
- 20 <u>manufacturers or labelers;</u>
- 21 (d) Prior authorization means the process by which the managed care
- 22 organization or the pharmacy benefit manager determines the medical
- 23 <u>necessity of otherwise covered health care services prior to the</u>
- 24 rendering of such health care services. Prior authorization includes any
- 25 managed care organization or utilization review entity's requirement that
- 26 <u>a beneficiary or provider notify the managed care organization or</u>
- 27 <u>utilization review entity prior to providing a health care service; and</u>
- 28 (e) Step therapy means a protocol or program that establishes the
- 29 specific sequence in which prescription drugs for a medical condition
- 30 that are medically appropriate for a particular patient are authorized by
- 31 a health insurer or prescription drug management company.

- 1 (2) The medical assistance program shall cover medications for
- 2 substance use disorder treatment in compliance with this section and
- 3 shall include those medications for substance use disorder treatment in
- 4 its preferred drug lists. At a minimum, the preferred drug lists shall
- 5 include all current and new formulations and medications that are
- 6 approved by the federal Food and Drug Administration for the treatment of
- 7 substance use disorder.
- 8 (3) A managed care organization shall have a process to ensure that
- 9 <u>a beneficiary obtains a covered benefit for medication for substance use</u>
- 10 disorder treatment or shall make other arrangements when:
- 11 <u>(a) The managed care organization has an otherwise sufficient</u>
- 12 network but does not have (i) an buprenorphine-waivered provider or a
- 13 substance use disorder treatment program available to provide the covered
- 14 benefit to the beneficiary or (ii) a contracted provider available to
- 15 provide the covered substance use disorder treatment to the beneficiary
- 16 without unreasonable travel or delay; or
- 17 (b) The managed care organization has an insufficient number or type
- 18 of buprenorphine-waivered providers available to provide the covered
- 19 <u>substance use disorder treatment to the beneficiary without unreasonable</u>
- 20 <u>travel or delay.</u>
- 21 (4) The substance use disorder treatments required under the medical
- 22 assistance program shall include, but not be limited to, pharmacologic
- 23 and behavioral therapies. At a minimum, a formulary used by a managed
- 24 care <u>organization or managed by a pharmacy benefit manager shall include</u>
- 25 all current and new formulations and medications approved by the federal
- 26 Food and Drug Administration for the treatment of opioid-use disorder,
- 27 including, but not limited to, (a) buprenorphine, (b) methadone, (c)
- 28 naloxone, (d) naltrexone, and (e) buprenorphine-naloxone combination.
- 29 <u>(5) All medications for substance use disorder required for</u>
- 30 compliance under this section shall be placed on the lowest cost-sharing
- 31 tier of the formulary managed by the managed care organization or the

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- pharmacy benefit manager.
- 2 (6) Substance use disorder treatment provided for under this section
- 3 <u>shall not be subject to any of the following:</u>
- 4 (a) Any annual or lifetime dollar limitations;
- 5 (b) Limitations to a predesignated facility, specific number of
- 6 visits, days of coverage, days in a waiting period, scope or duration of
- 7 treatment, or other similar limits;
- 8 <u>(c) Financial requirements and quantitative treatment limitations</u>
- 9 that do not comply with the federal Paul Wellstone and Pete Domenici
- 10 Mental Health Parity and Addiction Equity Act of 2008;
- 11 <u>(d) Step-therapy or other similar drug-utilization strategies or</u>
- 12 policies, when the strategy or policy delays or conflicts or interferes
- 13 with a prescribed or recommended course of treatment by a licensed
- 14 physician or other health care provider; and
- 15 (e) Prior authorization for medications for substance use disorder
- 16 treatment as specified in this section, as well as any behavioral,
- 17 cognitive, or mental health services prescribed in conjunction with or
- 18 supplementary to the substance use disorder treatment.
- 19 (7) The department may adopt and promulgate rules and regulations as
- 20 needed to implement and enforce this section.
- 21 Sec. 4. Original section 68-911, Reissue Revised Statutes of
- 22 Nebraska, and section 68-901, Revised Statutes Cumulative Supplement,
- 23 2020, are repealed.