## As Passed by the Senate

# 131st General Assembly

Regular Session 2015-2016

Sub. H. B. No. 89

## **Representative DeVitis**

Cosponsors: Representatives Ginter, Grossman, Rezabek, Boose, McColley, Brenner, Romanchuk, Sprague, Hagan, Duffey, Gonzales, Butler, Cera, Patterson, Sykes, Bishoff, Anielski, Antonio, Barnes, Boccieri, Boggs, Boyce, Burkley, Craig, Fedor, Howse, Johnson, G., Kuhns, Lepore-Hagan, O'Brien, M., O'Brien, S., Perales, Reece, Rogers, Ruhl, Slesnick, Smith, K., Strahorn, Terhar

Senators Balderson, Burke, Eklund, Hackett, Jones, LaRose, Manning, Oelslager, Sawyer, Schiavoni, Seitz, Skindell, Yuko

### A BILL

| То | amend sections 5162.01, 5162.36, 5162.361, and   | 1 |
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|    | 5162.363 and to enact section 5162.366 of the    | 2 |
|    | Revised Code to authorize certain Medicaid       | 3 |
|    | providers to make referrals for certain services | 4 |
|    | under the Medicaid School Program.               | 5 |

### BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF OHIO:

| <b>Section 1.</b> That sections 5162.01, 5162.36, 5162.361, and | 6  |
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| 5162.363 be amended and section 5162.366 of the Revised Code be | 7  |
| enacted to read as follows:                                     |    |
| Sec. 5162.01. (A) As used in the Revised Code:                  | 9  |
| (1) "Medicaid" and "medicaid program" mean the program of       | 10 |
| medical assistance established by Title XIX of the "Social      | 11 |
| Security Act," 42 U.S.C. 1396 et seq., including any medical    | 12 |
| assistance provided under the medicaid state plan or a federal  | 13 |

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Revised Code.

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| (8) "ICF/IID" has the same meaning as in section $5124.01$               | 42 |
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| of the Revised Code.   | 43 |
| (9) "Individualized education program" has the same                      | 44 |
| meaning as in section 3323.011 of the Revised Code.                      | 45 |
| (10) "Medicaid managed care organization" has the same                   | 46 |
| meaning as in section 5167.01 of the Revised Code.                       | 47 |
| $\frac{(10)}{(11)}$ "Medicaid provider" has the same meaning as in       | 48 |
| section 5164.01 of the Revised Code.                                     | 49 |
| $\frac{(11)-(12)}{(12)}$ "Medicaid services" has the same meaning as in  | 50 |
| section 5164.01 of the Revised Code.                                     | 51 |
| (12) (13) "Medicaid waiver component" has the same meaning               | 52 |
| as in section 5166.01 of the Revised Code;                               | 53 |
| (13) (14) "Nursing facility" and "nursing facility                       | 54 |
| services" have the same meanings as in section 5165.01 of the            | 55 |
| Revised Code.  | 56 |
| (14) (15) "Ordering or referring only provider" means a                  | 57 |
| medicaid provider who orders, prescribes, refers, or certifies a         | 58 |
| service or item reported on a claim for medicaid payment but             | 59 |
| does not bill for medicaid services.                                     | 60 |
| (16) "Political subdivision" means a municipal                           | 61 |
| corporation, township, county, school district, or other body            | 62 |
| corporate and politic responsible for governmental activities            | 63 |
| only in a geographical area smaller than that of the state.              | 64 |
| (15) (17) "Prescribed drug" has the same meaning as in                   | 65 |
| section 5164.01 of the Revised Code.                                     | 66 |
| $\frac{(16)-(18)}{(18)}$ "Provider agreement" has the same meaning as in | 67 |
| section 5164.01 of the Revised Code.                                     | 68 |

| (17) (19) "Qualified medicaid school provider" means the               | 69 |
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| board of education of a city, local, or exempted village school        | 70 |
| district, the governing authority of a community school                |    |
| established under Chapter 3314. of the Revised Code, the state         |    |
| school for the deaf, and the state school for the blind to which       | 73 |
| both of the following apply:   | 74 |
| (a) It holds a valid provider agreement.                               | 75 |
| (b) It meets all other conditions for participation in the             | 76 |
| medicaid school component of the medicaid program established in       | 77 |
| rules authorized by section 5162.364 of the Revised Code.              | 78 |
| (18) (20) "State agency" means every organized body,                   | 79 |
| office, or agency, other than the department of medicaid,              | 80 |
| established by the laws of the state for the exercise of any           | 81 |
| function of state government.  | 82 |
| (19) (21) "Vendor offset" means a reduction of a medicaid              | 83 |
| payment to a medicaid provider to correct a previous, incorrect        | 84 |
| medicaid payment to that provider.                                     |    |
| Sec. 5162.36. The medicaid director shall create, in                   | 86 |
| accordance with sections 5162.36 to $\frac{5162.365}{5162.366}$ of the | 87 |
| Revised Code, the medicaid school component of the medicaid            | 88 |
| program.   | 89 |
| Sec. 5162.361. A qualified medicaid school provider                    | 90 |
| participating in the medicaid school component of the medicaid         | 91 |
| program may submit a claim to the department of medicaid for           | 92 |
| federal financial participation for providing, in schools,             | 93 |
| services covered by the medicaid school component to medicaid          | 94 |
| recipients who are eligible for the services. No qualified             | 95 |
| medicaid school provider may submit such a claim before the            | 96 |
| provider incurs the cost of providing the service.                     | 97 |

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| The claim shall include certification of the qualified          | 98  |
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| medicaid school provider's expenditures for the service. The    | 99  |
| certification shall show that the money the qualified medicaid  | 100 |
| school provider used for the expenditures was nonfederal money  | 101 |
| the provider may legally use for providing the service and that | 102 |
| the amount of the expenditures was sufficient to pay the full   | 103 |
| cost of the service.  | 104 |

Except as otherwise provided in sections 5162.36 to 5162.365 of the Revised Code, a qualified medicaid school provider is subject to all conditions of participation in the medicaid program that generally apply to providers of goods and services under the medicaid program, including conditions regarding claims, audits, and recovery of overpayments.

Sec. 5162.363. The department of medicaid shall enter into 111 an interagency agreement with the department of education under 112 section 5162.35 of the Revised Code that provides for the 113 department of education to administer the medicaid school 114 component of the medicaid program other than the aspects of the 115 component that sections 5162.36 to 5162.365 5162.366 of the 116 Revised Code require the department of medicaid to administer. 117 The interagency agreement may include a provision that provides 118 for the department of education to pay to the department of 119 medicaid the nonfederal share of a portion of the administrative 120 expenses the department of medicaid incurs in administering the 121 aspects of the component that the department of medicaid 122 administers. 123

To the extent authorized by rules authorized by section 124
5162.021 of the Revised Code, the department of education shall 125
adopt rules establishing a process by which qualified medicaid 126
school providers participating in the medicaid school component 127

| pay to the department of education the nonfederal share of the   | 128 |
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| department's expenses incurred in administering the component.   | 129 |
| The rules shall be adopted in accordance with Chapter 119. of    | 130 |
| the Revised Code.  |     |
| Sec. 5162.366. (A) Subject to division (B) of this section       | 132 |
| and for the purpose of a medicaid recipient receiving, in        | 133 |
| accordance with the recipient's individualized education         | 134 |
| program, physical therapy services, occupational therapy         | 135 |
| services, speech-language pathology services, or audiology       | 136 |
| services under the medicaid school component of the medicaid     | 137 |
| program:   | 138 |
| (1) A physical therapist is a licensed practitioner of the       | 139 |
| healing arts for the purpose of 42 C.F.R. 440.110(a)(1) and may  | 140 |
| make a referral for physical therapy services for the recipient. | 141 |
| (2) An occupational therapist is a licensed practitioner         | 142 |
| of the healing arts for the purpose of 42 C.F.R. 440.110(b)(1)   | 143 |
| and may make a referral for occupational therapy services for    | 144 |
| the recipient.   | 145 |
| (3) A speech-language pathologist is a licensed                  | 146 |
| practitioner of the healing arts for the purpose of 42 C.F.R.    | 147 |
| 440.110(c)(1) and may make a referral for speech-language        | 148 |
| pathology services for the recipient.                            | 149 |
| (4) An audiologist is a licensed practitioner of the             | 150 |
| healing arts for the purpose of 42 C.F.R. 440.110(c)(1) and may  | 151 |
| make a referral for audiology services for the recipient.        | 152 |
| (B) To be able to make a referral for a service under this       | 153 |
| section, a physical therapist, occupational therapist, speech-   |     |
| language pathologist, or audiologist must have a provider        | 155 |
| agreement. This does not preclude a physical therapist.          | 156 |

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| occupational therapist, speech-language pathologist, or         | 157 |
| audiologist from being an ordering or referring only provider.  | 158 |
| Section 2. That existing sections 5162.01, 5162.36,             | 159 |
| 5162.361, and 5162.363 of the Revised Code are hereby repealed. | 160 |