## **DIGEST**

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HB 570 Original

2021 Regular Session

Lyons

**Abstract:** Provides for payment enhancements through the state Medicaid program to compensate nonemergency medical transportation providers for insurance cost increases in that industry.

<u>Proposed law</u> provides that its purpose is to facilitate much-needed provider relief in the state Medicaid program by offsetting the increased costs of insurance borne by nonemergency, non-ambulance medical transportation providers, referred to hereafter as "NEMT providers", in meeting the insurance coverage requirements necessary for them to maintain their enrollment as Medicaid providers.

<u>Proposed law</u> requires the La. Department of Health (LDH) to remit to each NEMT provider enhanced payments in the amount of \$500 per month per vehicle, up to a maximum of three vehicles, that the provider uses in service to Medicaid enrollees. Provides that the maximum monthly enhanced payment amount for which any NEMT provider may qualify pursuant to <u>proposed law</u> shall be \$1,500.

<u>Proposed law</u> stipulates that the payments provided for in <u>proposed law</u> shall be in addition to amounts remitted to NEMT providers through provider reimbursement rates.

<u>Proposed law</u> prohibits LDH from implementing the payment enhancements provided for in <u>proposed law</u> until such payments are approved by the federal Medicaid agency.

Proposed law provides that it shall terminate on the earlier of the following dates:

- (1) The date upon which the secretary of LDH publishes in the La. Register a notice certifying that average monthly vehicle-related insurance costs to NEMT providers in La. have decreased to an amount that is less than average monthly vehicle-related insurance costs to those providers in state fiscal year 2020-2021.
- (2) September 30, 2024.

<u>Proposed law</u> requires that the secretary of LDH collaborate with the commissioner of insurance to make the cost determinations necessary for the development of the notice provided for in paragraph (1) above.

(Adds R.S. 40:1257.1-1257.4)