HOUSE COMMITTEE AMENDMENTS

2021 Regular Session

Amendments proposed by House Committee on Health and Welfare to Original House Bill No. 453 by Representative Deshotel

1 AMENDMENT NO. 1

- On page 1, at the beginning of line 3, change "and 1248.8(D)" to "1248.8(C) and (D), and
 1248.11(A)"
- 4 AMENDMENT NO. 2
- 5 On page 1, line 10, after "funds;" and before "to authorize" insert "to revise provisions 6 relative to rural institutional providers;"
- 7 AMENDMENT NO. 3
- 8 On page 1, at the end of line 13, delete "and"
- 9 AMENDMENT NO. 4
- 10 On page 1, at the beginning of line 14, change "1248.8(D)" to "1248.8(C) and (D), and 1248.11(A)"
- 12 AMENDMENT NO. 5
- 13 On page 4, between lines 19 and 20, insert the following:

14 "C. A parish that collects a local hospital assessment payment authorized by 15 this Subpart shall set the amount of the local hospital assessment payment. The 16 amount of the local hospital assessment payment required of each paying hospital 17 may not exceed an amount that, when added to the amount of the local hospital assessment payments required from all other paying hospitals in the parish, and the 18 19 amount of any assessment, local hospital assessment payment, or tax imposed by the 20 state, equals an amount of revenue that exceeds six percent of the aggregate net 21 patient revenue of all paying hospitals in the parish the difference between the 22 maximum allowable amount under 42 CFR 433.68(f)."

- 23 AMENDMENT NO. 6
- 24 On page 4, after line 30, add the following:

25 "§1248.11. Rural institutional providers; enhanced reimbursement 26 A. Upon request from a parish in which a rural institutional provider is 27 located, the department shall attempt in good faith to execute a cooperative endeavor 28 agreement for the use of local provider participation fund proceeds. The parish 29 request shall be in writing and a copy shall be provided to the House and Senate health and welfare committees. If the department fails to execute a cooperative 30 31 endeavor agreement within ninety days of receipt of the parish request, it shall report 32 to the House and Senate health and welfare committees, within one hundred days of 33 the parish request, the status of the efforts and the reason for the failure to meet the deadline. Notwithstanding any law to the contrary, by September 1, 2020, or as soon 34 35 thereafter as such a cooperative endeavor agreement is effective or, upon failure to 36 agree on such a cooperative endeavor agreement, within one hundred fifty days of 37 the parish notice unless the department's status report is accepted by an affirmative vote of both the House and Senate health and welfare committees, the department 38 39 shall file a Medicaid state plan amendment with the Centers for Medicare and

Page 1 of 2

CODING: Words in struck through type are deletions from existing law; words <u>underscored</u> are additions.

1 Medicaid Services, referred to hereafter in this Section as "CMS", amending the 2 Medicaid state plan provisions governing hospital reimbursement to provide that a 3 rural institutional provider, as defined in R.S. 40:1248.1, shall be reimbursed at a rate 4 which equals or approximates the lesser of the rural institutional provider's average commercial rate as determined by the state's Medicaid actuary or one hundred ten 5 percent, or, if a reduction is required by CMS, the maximum amount acceptable to 6 7 CMS, but in no case less than one hundred percent, of the appropriate reasonable 8 cost of providing hospital inpatient and outpatient services, including but not limited 9 to services provided in a rural health clinic licensed as part of a rural hospital. The 10 new rural hospital payment methodology shall utilize prospective rates 11 approximating costs the reimbursement provided in this Section at the time of 12 service for inpatient acute care and psychiatric services. To ensure that rural hospital outpatient services, including those reimbursed on a cost basis and those reimbursed 13 14 on a fee schedule, are reimbursed in the aggregate at one hundred ten percent of the 15 reasonable costs or such lesser amounts as approved by CMS, but in no case less 16 than one hundred percent of their reasonable costs as provided in this Section, the department shall pay an interim rate for cost-based outpatient services at one 17 18 hundred ten percent of reasonable cost approximating the reimbursement provided 19 in this Section during the year and for fee-based services paid on a claim-by-claim 20 basis, and the department shall make quarterly estimates of Medicaid base rate 21 payments required to bring reimbursement to the hospital for such services up to one hundred percent of reasonable costs the reimbursement provided in this Section and 22 immediately remit such payments to the hospital, and at final settlement pay such 23 24 amounts as are necessary to ensure that all outpatient services in the aggregate, both 25 cost-based and fee schedule, are paid at one hundred ten percent of reasonable costs the reimbursement provided in this section. 26

27

* * *''