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IN THE SENATE

SENATE BILL NO. 1205

BY SCHMIDT

AN ACT RELATING TO MEDICAL ASSISTANCE; AMENDING SECTION 56-254, IDAHO CODE, TO CLARIFY ELIGIBILITY FOR THE BENCHMARK PLAN FOR PERSONS WITH DISABIL-ITIES OR SPECIAL HEALTH NEEDS, TO PROVIDE ELIGIBILITY STANDARDS FOR THE BENCHMARK PLAN FOR CERTAIN LOW-INCOME INDIVIDUALS, TO PROVIDE EL-IGIBILITY STANDARDS AND ASSISTANCE FOR OTHER LOW-INCOME INDIVIDUALS AND TO PROVIDE CORRECT CODE REFERENCES; AMENDING SECTION 56-255, IDAHO CODE, TO REVISE TERMINOLOGY AND TO PROVIDE CORRECT CODE REFERENCES; AND AMENDING CHAPTER 2, TITLE 56, IDAHO CODE, BY THE ADDITION OF A NEW 10 SECTION 56-255A, IDAHO CODE, TO PROVIDE THAT THE DEPARTMENT OF HEALTH AND WELFARE WILL IMPLEMENT PERSONAL ACCOUNTABILITY REQUIREMENTS FOR 11 CERTAIN INDIVIDUALS, REIMBURSE THE CATASTROPHIC HEALTH CARE COST FUND 12 FOR CERTAIN CLAIMS AND PURSUE FEDERAL WAIVERS TO IMPLEMENT COVERAGE FOR 13 CERTAIN INDIVIDUALS; DECLARING AN EMERGENCY; AND PROVIDING THAT THIS 14

Be It Enacted by the Legislature of the State of Idaho:

SECTION 1. That Section 56-254, Idaho Code, be, and the same is hereby amended to read as follows:

ACT SHALL BE NULL, VOID AND OF NO FORCE AND EFFECT UNDER CERTAIN CIRCUM-

- 56-254. ELIGIBILITY FOR MEDICAL ASSISTANCE. The department shall make payments for medical assistance to, or on behalf of, the following persons eligible for medical assistance.
- (1) The benchmark plan for low-income children and working-age adults with no special health needs includes the following persons:
 - (a) Children in families whose family income does not exceed one hundred eighty-five percent (185%) of the federal poverty quideline and who meet age-related and other eligibility standards in accordance with department rule;
 - (b) Pregnant women of any age whose family income does not exceed one hundred thirty-three percent (133%) of the federal poverty quideline and who meet other eligibility standards in accordance with department rule, or who meet the presumptive eligibility guidelines in accordance with section 1920 of the social security act;
 - (c) Infants born to medicaid-eligible pregnant women. Medicaid eligibility must be offered throughout the first year of life so long as the infant remains in the mother's household and she remains eligible, or would be eligible if she were still pregnant;
 - (d) Adults in families with dependent children as described in section 1931 of the social security act, who meet the requirements in the state's assistance to families with dependent children (AFDC) plan in effect on July 16, 1996;

- (e) Families who are provided six (6) to twelve (12) months of medicaid coverage following loss of eligibility under section 1931 of the social security act due to earnings, or four (4) months of medicaid coverage following loss of eligibility under section 1931 of the social security act due to an increase in child or spousal support;
- (f) Employees of small businesses who meet the definition of "eligible adult" as described in section 56-238, Idaho Code, whose eligibility is limited to the medical assistance program described in section 56-241, Idaho Code; and
- (g) All other mandatory groups as defined in title XIX of the social security act, if not listed separately in subsection (2), $\frac{1}{2}$ (3), (4) or (5) of this section.
- (2) The benchmark plan for persons with disabilities or special health needs includes the following persons:
 - (a) Persons under age sixty-five (65) years eligible in accordance with title XVI of the social security act, as well as persons eligible for aid to the aged, blind and disabled (AABD) under titles I, X and XIV of the social security act;
 - (b) Persons under age sixty-five (65) years who are in need of the services of a licensed nursing facility, a licensed intermediate care facility for the developmentally disabled, a state mental hospital, or home-based and community-based care, whose income does not exceed three hundred percent (300%) of the social security income (SSI) standard and who meet the asset standards and other eligibility standards in accordance with federal law and regulation, Idaho law and department rule;
 - (c) Certain disabled children described in 42 CFR 435.225 who meet resource limits for aid to the aged, blind and disabled (AABD) and income limits for social security income (SSI) and other eligibility standards in accordance with department rules;
 - (d) Persons under age sixty-five (65) years who are eligible for services under both titles XVIII and XIX of the social security act;
 - (e) Children who are eligible under title IV-E of the social security act for subsidized board payments, foster care or adoption subsidies, and children for whom the state has assumed temporary or permanent responsibility and who do not qualify for title IV-E assistance but are in foster care, shelter or emergency shelter care, or subsidized adoption, and who meet eligibility standards in accordance with department rule;
 - (f) Eligible women under age sixty-five (65) years with incomes at or below two hundred percent (200%) of the federal poverty level, for cancer treatment pursuant to the federal breast and cervical cancer prevention and treatment act of 2000;
 - (g) Low-income children who qualify under subsection (1) of this section and working-age adults under age sixty-five (65) years who qualify under subsection (1), (4) or (5) of this section and who require the services for persons with disabilities or special health needs listed in section 56-255(3), Idaho Code; and
 - (h) Persons over age sixty-five (65) years who choose to enroll in this state plan.
- (3) The benchmark plan for persons over twenty-one (21) years of age who have medicare and medicaid coverage includes the following persons:

- (a) Persons eligible in accordance with title XVI of the social security act, as well as persons eligible for aid to the aged, blind and disabled (AABD) under titles I, X and XIV of the social security act;
- (b) Persons who are in need of the services of a licensed nursing facility, a licensed intermediate care facility for the developmentally disabled, a state mental hospital, or home-based and community-based care, whose income does not exceed three hundred percent (300%) of the social security income (SSI) standard and who meet the assets standards and other eligibility standards in accordance with federal and state law and department rule;
- (c) Persons who are eligible for services under both titles XVIII and XIX of the social security act who have enrolled in the medicare program; and
- (d) Persons who are eligible for services under both titles XVIII and XIX of the social security act and who elect to enroll in this state plan.
- (5) For low-income adults with modified adjusted gross income above one hundred percent (100%) of the federal poverty level up to one hundred thirty-three percent (133%) of the federal poverty level, the state will provide premium assistance to purchase a qualified health plan through the Idaho health insurance exchange established under chapter 61, title 41, Idaho Code.
 - (a) Additional services to be provided by the state include:
 - (i) Nonemergency medical transportation; and
 - (ii) Early and periodic screening, diagnosis and treatment (EPSDT) services for persons who are nineteen (19) or twenty (20) years of age.
 - (b) The department will limit the choice of qualified health plans to ensure cost-effective coverage and the viability of the medical assistance program.
- SECTION 2. That Section 56-255, Idaho Code, be, and the same is hereby amended to read as follows:
- 56-255. MEDICAL ASSISTANCE PROGRAM -- SERVICES TO BE PROVIDED. (1) The department may make payments for the following services furnished by providers to participants who are determined to be eligible on the dates on which the services were provided. Any service under this section shall be reimbursed only when medically necessary within the appropriations provided by law and in accordance with federal law and regulation, Idaho law and department rule. Notwithstanding any other provision of this chapter, medical assistance includes the following benefits specific to the eligibility categories established in section 56-254(1), (2), and (3), (4) and (5), Idaho

Code, as well as a list of benefits to which all Idaho medicaid participants are entitled, defined in subsection (5) of this section.

- (2) Specific health benefits and limitations for low-income children and working-age adults with no special health needs include:
 - (a) All services described in subsection (5) of this section;
 - (b) Early and periodic screening, diagnosis and treatment services for individuals under age twenty-one (21) years, and treatment of conditions found; and
 - (c) Cost-sharing required of participants. Participants in the low-income children and working-age adult group are subject to the following premium payments, as stated in department rules:
 - (i) Participants with family incomes equal to or less than one hundred thirty-three percent (133%) of the federal poverty guideline are not required to pay premiums; and
 - (ii) Participants with family incomes above one hundred thirty-three percent (133%) of the federal poverty guideline will be required to pay premiums in accordance with department rule.
- (3) Specific health benefits for persons with disabilities or special health needs include:
 - (a) All services described in subsection (5) of this section;
 - (b) Early and periodic screening, diagnosis and treatment services for individuals under age twenty-one (21) years, and treatment of conditions found;
 - (c) Case management services as defined in accordance with section 1905(a)(19) or section 1915(g) of the social security act; and
 - (d) Long-term care services, including:

- (i) Nursing facility services, other than services in an institution for mental diseases, subject to participant cost-sharing;
- (ii) Home-based and community-based services, subject to federal approval, provided to individuals who require nursing facility level of care who, without home-based and community-based services, would require institutionalization. These services will include community supports, including options for self-determination or family-directed, which will enable individuals to have greater freedom to manage their own care within the determined budget as defined by department rule; and
- (iii) Personal care services in a participant's home, prescribed in accordance with a plan of treatment and provided by a qualified person under supervision of a registered nurse;
- (e) Services for persons with developmental disabilities, including:
 - (i) Intermediate care facility services, other than such services in an institution for mental diseases, for persons determined in accordance with section 1902(a) (31) of the social security act to be in need of such care, including such services in a public institution, or distinct part thereof, for persons with intellectual disabilities or persons with related conditions;
 - (ii) Home-based and community-based services, subject to federal approval, provided to individuals who require an intermediate care facility for people with intellectual disabilities (ICF/ID) level of care who, without home-based and community-based ser-

vices, would require institutionalization. These services will include community supports and options for self-directed or family-directed services, which will enable individuals to have greater freedom to manage their own care within the determined budget as defined by department rule. The department shall allow budget modifications only when needed to obtain or maintain employment or when health and safety issues are identified and meet the criteria as defined in department rule; and

- (iii) Developmental disability services for children and adults shall be available based on need through state plan services or waiver services as described in department rule. The department shall develop a blended rate covering both individual and group developmental therapy services;
- (f) Home health services, including:

- (i) Intermittent or part-time nursing services provided by a home health agency or by a registered nurse when no home health agency exists in the area;
- (ii) Home health aide services provided by a home health agency; and
- (iii) Physical therapy, occupational therapy or speech pathology and audiology services provided by a home health agency or medical rehabilitation facility;
- (g) Hospice care in accordance with section 1905(o) of the social security act;
- (h) Specialized medical equipment and supplies;
- (i) Medicare cost-sharing, including:
 - (i) Medicare cost-sharing for qualified medicare beneficiaries described in section 1905(p) of the social security act;
 - (ii) Medicare part A premiums for qualified disabled and working individuals described in section 1902(a)(10)(E)(ii) of the social security act;
 - (iii) Medicare part B premiums for specified low-income medicare beneficiaries described in section 1902(a)(10)(E)(iii) of the social security act; and
 - (iv) Medicare part B premiums for qualifying individuals described in section 1902(a)(10)(E)(iv) and subject to section 1933 of the social security act; and
- (j) Nonemergency medical transportation.
- (4) Specific health benefits for persons over twenty-one (21) years of age who have medicare and medicaid coverage include:
 - (a) All services described in subsection (5) of this section, other than if provided under the federal medicare program;
 - (b) All services described in subsection (3) of this section, other than if provided under the federal medicare program;
 - (c) Other services that supplement medicare coverage; and
 - (d) Nonemergency medical transportation.
- (5) Benefits for all medicaid participants, unless specifically limited in subsection (2), (3), or (4) of this section, include the following:
 - (a) Health care coverage including, but not limited to, basic inpatient and outpatient medical services, and including:

- (i) Physicians' services, whether furnished in the office, the patient's home, a hospital, a nursing facility or elsewhere;
- (ii) Services provided by a physician or other licensed practitioner to prevent disease, disability and other health conditions or their progressions, to prolong life, or to promote physical or mental health; and
- (iii) Hospital care, including:
 - 1. Inpatient hospital services other than those services provided in an institution for mental diseases;
 - 2. Outpatient hospital services; and
 - 3. Emergency hospital services;
- (iv) Laboratory and x-ray services;
- (v) Prescribed drugs;

- (vi) Family planning services and supplies for individuals of child-bearing age;
- (vii) Certified pediatric or family nurse practitioners' services;
- (viii) Emergency medical transportation;
- (ix) Behavioral health services, including:
 - 1. Outpatient behavioral health services that are appropriate, delivered by providers that meet national accreditation standards and may include community-based rehabilitation services and case management; and
 - 2. Inpatient psychiatric facility services whether in a hospital, or for persons under the age of twenty-two (22) years in a freestanding psychiatric facility as permitted by federal law;
- (x) Medical supplies, equipment, and appliances suitable for use in the home;
- (xi) Physical therapy and speech therapies combined to align with the annual medicare caps; and
- (xii) Occupational therapy to align with the annual medicare cap;
- (b) Primary care medical homes;
- (c) Dental services. Children shall have access to prevention, diagnosis and treatment services as defined in federal law. Adult coverage shall be limited to medically necessary oral surgery and palliative services and associated diagnostic services. Select covered benefits include: exams, radiographs, periodontal, oral and maxillofacial surgery and adjunctive general services as defined in department rule. Pregnant women and adult participants with disabilities or special health needs shall have access to dental services that reflect evidence-based practice;
- (d) Medical care and any other type of remedial care recognized under Idaho law, furnished by licensed practitioners within the scope of their practice as defined by Idaho law, including:
 - (i) Podiatrists' services based on chronic care criteria as defined in department rule;
 - (ii) Optometrists' services based on chronic care criteria as defined in department rule;

- (iii) Chiropractors' services shall be limited to six (6) visits per year; and
- (iv) Other practitioners' services, in accordance with department rules;
- (e) Services for individuals with speech, hearing and language disorders as defined in department rule;
- (f) Eyeglasses prescribed by a physician skilled in diseases of the eye or by an optometrist;
- (g) Services provided by essential providers, including:
 - (i) Rural health clinic services and other ambulatory services furnished by a rural health clinic in accordance with section 1905(1)(1) of the social security act;
 - (ii) Federally qualified health center (FQHC) services and other ambulatory services that are covered under the plan and furnished by an FQHC in accordance with section 1905(1)(2) of the social security act;
 - (iii) Indian health services;

- (iv) District health departments; and
- (v) The family medicine residency of Idaho and the Idaho state university family medicine residency; and
- (h) Physician, hospital or other services deemed experimental are excluded from coverage. The director may allow coverage of procedures or services deemed investigational if the procedures or services are as cost-effective as traditional, standard treatments.
- SECTION 3. That Chapter 2, Title 56, Idaho Code, be, and the same is hereby amended by the addition thereto of a $\underline{\text{NEW SECTION}}$, to be known and designated as Section 56-255A, Idaho Code, and to read as follows:
- 56-255A. LOW-INCOME ADULTS BENCHMARK PLAN. For those individuals described in section $56-254\,(4)$ and (5), Idaho Code, the department will:
- (1) Implement personal accountability requirements for participants to the maximum extent allowable under federal law. Accountability requirements will encourage personal involvement and responsibility for health, including engagement in prevention/disease strategies that improve/manage health outcomes and decrease overall system costs.
- (2) Reimburse the catastrophic health care cost fund for claims made on behalf of eligible benchmark plan participants from July 1, 2016, through the enrollment date.
- (3) Pursue federal waivers to implement coverage for those individuals.

SECTION 4. An emergency existing therefor, which emergency is hereby declared to exist, this act shall be in full force and effect on and after its passage and approval. Provided however, that should the Centers for Medicare and Medicaid Services not approve any necessary waivers or state plan amendments, or if 42 U.S.C. section 1396d(y), section 1905(y) of the Social Security Act, is amended in a manner that conflicts with the provisions of this act, the Governor shall, upon his determination that such event has occurred, issue a proclamation declaring that Idaho will not be obligated to comply with this act. The Governor shall file such proclamation with the

Secretary of State, and upon such filing, the provisions of this act shall be null, void and of no force or effect.

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SECTION 5. This act shall become null, void and of no force or effect as of the date that federal financial participation for low-income adults is reduced below the ninety percent (90%) commitment described in 42 U.S.C. section 1396d(y).