## LEGISLATURE OF NEBRASKA

## ONE HUNDRED FIFTH LEGISLATURE

FIRST SESSION

## **LEGISLATIVE BILL 578**

## FINAL READING

Introduced by McDonnell, 5; Hilkemann, 4; Kolterman, 24; Williams, 36; Brewer, 43.

Read first time January 18, 2017

Committee: Health and Human Services

- 1 A BILL FOR AN ACT relating to health care; to amend section 68-901,
- 2 Revised Statutes Cumulative Supplement, 2016; to adopt the Ground
- 3 Emergency Medical Transport Act; to harmonize provisions; and to
- 4 repeal the original section.
- 5 Be it enacted by the people of the State of Nebraska,

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

- 2 2016, is amended to read:
- 3 68-901 Sections 68-901 to 68-976 and sections 2 to 13 of this act
- 4 shall be known and may be cited as the Medical Assistance Act.
- 5 Sec. 2. <u>Sections 2 to 13 of this act shall be known and may be</u>
- 6 cited as the Ground Emergency Medical Transport Act.
- 7 Sec. 3. For purposes of the Ground Emergency Medical Transport Act:
- 8 (1) Advanced life support means special services designed to provide
- 9 definitive prehospital emergency medical care, including, but not limited
- 10 to, cardiopulmonary resuscitation, cardiac monitoring, cardiac
- 11 <u>defibrillation</u>, <u>advanced airway management</u>, <u>intravenous therapy</u>,
- 12 <u>administration with drugs and other medicinal preparations, and other</u>
- 13 <u>specified techniques and procedures;</u>
- 14 (2) Basic life support means emergency first aid and cardiopulmonary
- 15 resuscitation procedures to maintain life without invasive techniques;
- 16 (3) Capitation payment means a payment the state makes periodically
- 17 to a contractor on behalf of each beneficiary enrolled under a contract
- 18 and based on the actuarially sound capitation rate for the provision of
- 19 services under the state plan and which the state makes regardless of
- 20 whether the particular beneficiary receives services during the period
- 21 <u>covered by the payment;</u>
- 22 (4) Dry run means ground emergency medical transport services
- 23 provided by an eligible ground emergency medical transport services
- 24 provider to an individual who is released on the scene without
- 25 transportation by ambulance to a medical facility;
- 26 (5) Ground emergency medical transport means the act of transporting
- 27 <u>an individual from any point of origin to the nearest medical facility</u>
- 28 capable of meeting the emergency medical needs of the patient, including
- 29 <u>dry runs;</u>
- 30 (6) Ground emergency medical transport services means advanced life
- 31 support, limited advanced life support, and basic life support services

- 1 provided to an individual by ground emergency medical transport services
- 2 providers before or during ground emergency medical transport;
- 3 (7) Limited advanced life support means special services to provide
- 4 prehospital emergency medical care limited to techniques and procedures
- 5 that exceed basic life support but are less than advanced life support
- 6 services; and
- 7 (8) Medical transport means transportation to secure medical
- 8 examinations and treatment for an individual.
- 9 Sec. 4. It is the intent of the Legislature that no General Funds
- 10 be used in carrying out the Ground Emergency Medical Transport Act.
- 11 Revenue from the intergovernmental transfer program created under
- 12 <u>the Ground Emergency Medical Transport Act shall be deposited into the</u>
- 13 <u>Health and Human Services Cash Fund.</u>
- 14 Sec. 5. An eligible provider as described in section 6 of this act
- 15 shall, in addition to the rate of payment that the provider would
- 16 <u>otherwise receive for medicaid ground emergency medical transport</u>
- 17 services, receive supplemental reimbursement pursuant to the Ground
- 18 <u>Emergency Medical Transport Act.</u>
- 19 Sec. 6. Participation in the supplemental reimbursement program by
- 20 <u>an eligible provider is voluntary. A provider is eligible for</u>
- 21 supplemental reimbursement only if the provider has all of the following
- 22 characteristics continuously during a fiscal year of the state:
- 23 (1) Provides ground emergency medical transport services to medicaid
- 24 beneficiaries;
- 25 (2) Is enrolled as a medicaid provider for the period being claimed;
- 26 (3) Is owned or operated by the state or a city, county, rural or
- 27 suburban fire protection district, hospital district, federally
- 28 recognized Indian tribe, or another unit of government; and
- 29 (4) Participates in the intergovernmental transfer program created
- 30 pursuant to section 8 of this act.
- 31 Sec. 7. (1) An eligible provider's supplemental reimbursement

1 pursuant to the Ground Emergency Medical Transport Act shall be

- 2 <u>calculated and paid as follows:</u>
- 3 (a) The supplemental reimbursement shall equal the amount of federal
- 4 financial participation received as a result of the claims submitted
- 5 pursuant to the act; and
- 6 (b) In no instance may the amount certified pursuant to section 10
- 7 of this act, when combined with the amount received from all other
- 8 <u>sources of reimbursement from the medical assistance program, exceed one</u>
- 9 <u>hundred percent of actual costs, as determined pursuant to the medicaid</u>
- 10 state plan, for ground emergency medical transport services.
- 11 (2) The supplemental reimbursement shall be distributed exclusively
- 12 <u>to eligible providers under a payment method based on ground emergency</u>
- 13 <u>medical transport services provided to medicaid beneficiaries by eligible</u>
- 14 providers on a per-transport basis or other federally permissible basis.
- 15 Sec. 8. (1) The department shall design and implement, in
- 16 consultation with eligible providers as described in section 6 of this
- 17 act, an intergovernmental transfer program relating to medicaid managed
- 18 <u>care ground emergency medical transport services</u>, <u>including services</u>
- 19 provided by emergency medical technicians at the basic, advanced, and
- 20 paramedic levels in prestabilization and preparation for transport, in
- 21 order to increase capitation payments for the purpose of increasing
- 22 <u>reimbursement to eligible providers.</u>
- 23 (2)(a) To the extent intergovernmental transfers are voluntarily
- 24 made by, and accepted from, an eligible provider described in section 6
- 25 of this act or a governmental entity affiliated with an eligible
- 26 provider, the department shall make increased capitation payments to
- 27 <u>applicable medicaid managed care plans.</u>
- 28 (b) The increased capitation payments made pursuant to this section
- 29 <u>shall be in actuarially determined amounts at least to the extent</u>
- 30 permissible under federal law.
- 31 (c) Except as provided in subsection (6) of this section, all funds

- 1 associated with intergovernmental transfers made and accepted pursuant to
- 2 this section shall be used to fund additional payments to medicaid
- 3 <u>managed care plans.</u>
- 4 (d) Medicaid managed care plans shall enter into contracts or
- 5 <u>contract amendments with providers for the disbursement of any amount of</u>
- 6 increased capitation payments made pursuant to this section.
- 7 (3) The intergovernmental transfer program developed pursuant to
- 8 this section shall be implemented on the date federal approval is
- 9 obtained and only to the extent intergovernmental transfers from the
- 10 <u>eligible provider or the governmental entity with which it is affiliated</u>
- 11 <u>are provided for this purpose.</u>
- 12 <u>(4) To the extent permitted by federal law, the department may</u>
- 13 implement the intergovernmental transfer program and increased capitation
- 14 payments pursuant to this section retroactive to the date that the state
- 15 plan amendment is submitted to the Centers for Medicare and Medicaid
- 16 Services of the United States Department of Health and Human Services
- 17 pursuant to section 11 of this act.
- 18 (5) Participation in intergovernmental transfers under this section
- 19 is voluntary on the part of the transferring entities for purposes of all
- 20 <u>applicable federal laws.</u>
- 21 (6)(a) As a condition of participation under this section, each
- 22 eligible provider or the governmental entity affiliated with an eligible
- 23 provider shall agree to reimburse the department for any costs associated
- 24 <u>with implementing such program.</u>
- 25 (b) Intergovernmental transfers described in this section are
- 26 subject to a twenty percent administration fee of the nonfederal share
- 27 paid to the department and are allowed to count as a cost of providing
- 28 the services.
- 29 <u>(7) As a condition of participation under this section, medicaid</u>
- 30 managed care plans, eligible providers, and governmental entities
- 31 affiliated with eligible providers shall agree to comply with any

- 1 requests for information or similar data requirements imposed by the
- 2 <u>department for purposes of obtaining supporting documentation necessary</u>
- 3 <u>to claim federal funds or to obtain federal approval.</u>
- 4 Sec. 9. (1) An eligible provider, as a condition of receiving
- 5 supplemental reimbursement, shall enter into and maintain an agreement
- 6 with the department for purposes of implementing the Ground Emergency
- 7 <u>Medical Transport Act and reimbursing the department for the costs of</u>
- 8 administering the act.
- 9 (2) The nonfederal share of the supplemental reimbursement submitted
- 10 to the federal Centers for Medicare and Medicaid Services for purposes of
- 11 claiming federal financial participation shall be paid only with funds
- 12 <u>from the governmental entities described in subdivision (3) of section 6</u>
- 13 of this act and certified to the department as provided in section 10 of
- 14 this act.
- 15 Sec. 10. If a governmental entity elects to seek supplemental
- 16 reimbursement pursuant to the Ground Emergency Medical Transport Act on
- 17 <u>behalf of an eligible provider owned or operated by the entity, the</u>
- 18 governmental entity shall:
- 19 <u>(1) Certify, in conformity with the requirements of 42 C.F.R.</u>
- 20 433.51, that the claimed expenditures for ground emergency medical
- 21 transport services are eligible for federal financial participation;
- 22 (2) Provide evidence supporting the certification as specified by
- 23 the department;
- 24 (3) Submit data as specified by the department to determine the
- 25 appropriate amounts to claim as expenditures qualifying for federal
- 26 <u>financial participation; and</u>
- 27 <u>(4) Keep, maintain, and have readily retrievable any records</u>
- 28 specified by the department to fully disclose reimbursement amounts to
- 29 which the eligible provider is entitled and any other records required by
- 30 the federal Centers for Medicare and Medicaid Services.
- 31 Sec. 11. (1) On or before January 1, 2018, the department shall

- 1 submit an application to the Centers for Medicare and Medicaid Services
- 2 of the United States Department of Health and Human Services amending the
- 3 medicaid state plan to provide for the supplemental reimbursement rate
- 4 for ground emergency medical transport services as specified in the
- 5 Ground Emergency Medical Transport Act.
- 6 (2) The department may limit the program to those costs that are
- 7 allowable expenditures under Title XIX of the federal Social Security
- 8 Act, 42 U.S.C. 1396 et seq., as such act and sections existed on April 1,
- 9 2017. Without such federal approval, the Ground Emergency Medical
- 10 <u>Transport Act may not be implemented.</u>
- 11 (3) The intergovernmental transfer program authorized in section 8
- 12 <u>of this act shall be implemented only if and to the extent federal</u>
- 13 <u>financial participation is available and is not otherwise jeopardized and</u>
- 14 any necessary federal approval has been obtained.
- 15 (4) To the extent that the chief executive officer of the department
- 16 determines that the payments made pursuant to section 8 of this act do
- 17 not comply with federal medicaid requirements, the chief executive
- 18 officer may return or not accept an intergovernmental transfer and may
- 19 <u>adjust payments as necessary to comply with federal medicaid</u>
- 20 <u>requirements.</u>
- 21 Sec. 12. (1) The department shall submit claims for federal
- 22 financial participation for the expenditures for the services described
- 23 in section 11 of this act that are allowable expenditures under federal
- 24 law.
- 25 (2) The department shall annually submit any necessary materials to
- 26 the federal government to provide assurances that claims for federal
- 27 <u>financial participation will include only those expenditures that are</u>
- 28 allowable under federal law.
- 29 (3) If either a final judicial determination is made by any court of
- 30 appellate jurisdiction or a final determination is made by the
- 31 administrator of the federal Centers for Medicare and Medicaid Services

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- 1 that the supplemental reimbursement provided for in the act shall be made
- 2 to any provider not described in this section, the chief executive
- 3 officer of the department shall execute a declaration stating that the
- 4 determination has been made and such supplemental reimbursement becomes
- 5 <u>inoperative on the date of such determination.</u>
- 6 Sec. 13. To the extent federal approval is obtained, the increased
- 7 <u>capitation payments under section 8 of this act may commence for dates of</u>
- 8 <u>service on or after January 1, 2018.</u>
- 9 Sec. 14. Original section 68-901, Revised Statutes Cumulative
- 10 Supplement, 2016, is repealed.