### LEGISLATURE OF NEBRASKA

# ONE HUNDRED FIRST LEGISLATURE

# FIRST SESSION

# LEGISLATIVE BILL 396

### FINAL READING

Introduced by Gloor, 35; Haar, 21; Howard, 9.

Read first time January 16, 2009

Committee: Health and Human Services

#### A BILL

- FOR AN ACT relating to health care; to amend section 68-901,
- 2 Revised Statutes Cumulative Supplement, 2008; to adopt
- 3 the Medical Home Pilot Program Act; to harmonize
- 4 provisions; and to 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

- 2 Supplement, 2008, is amended to read:
- 3 68-901 Sections 68-901 to 68-956 and sections 2 to 6 of
- 4 this act shall be known and may be cited as the Medical Assistance
- 5 Act.
- 6 Sec. 2. Sections 2 to 6 of this act shall be known and
- 7 may be cited as the Medical Home Pilot Program Act. The Medical
- 8 Home Pilot Program Act terminates on June 30, 2014. The purposes of
- 9 the act are to improve health care access and health outcomes for
- 10 patients and to contain costs of the medical assistance program.
- 11 Sec. 3. For purposes of the Medical Home Pilot Program
- 12 Act:
- 13 (1) Division means the Division of Medicaid and Long-Term
- 14 Care of the Department of Health and Human Services;
- 15 (2) Medical home means a provider of primary health care
- 16 services to patients that meets the requirements for participation
- 17 in the medical home pilot program established under section 5 of
- 18 this act;
- 19 (3) Patient means a recipient of medical assistance under
- 20 the Medical Assistance Act; and
- 21 (4) Primary care physician means a physician licensed
- 22 under the Uniform Credentialing Act and practicing in the area
- 23 of general medicine, family medicine, pediatrics, or internal
- 24 medicine.
- 25 Sec. 4. (1) No later than January 1, 2012, the division

1 shall design and implement a medical home pilot program, in

- 2 consultation with the Medical Home Advisory Council, in one or more
- 3 geographic regions of the state to provide access to medical homes
- 4 for patients. The division shall apply for any available federal or
- 5 other funds for the program. The division shall establish necessary
- 6 and appropriate reimbursement policies and incentives under such
- 7 program to accomplish the purposes of the Medical Home Pilot
- 8 Program Act. The reimbursement policies:
- 9 (a) Shall require the provision of a medical home for
- 10 clients;
- 11 (b) Shall be designed to increase the availability of
- 12 primary health care services to clients;
- 13 (c) May provide an increased reimbursement rate to
- 14 providers who provide primary health care services to clients
- 15 outside of regular business hours or on weekends; and
- 16 (d) May provide a postevaluation incentive payment.
- 17 (2) No later than June 1, 2014, the division shall
- 18 evaluate the medical home pilot program and report the results
- 19 of such evaluation to the Governor and the Health and Human
- 20 Services Committee of the Legislature. Such report shall include
- 21 an evaluation of health outcomes and cost savings achieved,
- 22 recommendations for improvement, recommendations regarding
- 23 continuation and expansion of the program, and such other
- 24 information as deemed necessary by the division or requested by
- 25 the committee.

- 1 Sec. 5. A medical home shall:
- 2 (1) Provide comprehensive, coordinated health care for
- 3 patients and consistent, ongoing contact with patients throughout
- 4 their interactions with the health care system, including, but not
- 5 limited to, electronic contacts and ongoing care coordination and
- 6 health maintenance tracking for patients;
- 7 (2) Provide primary health care services for patients
- 8 and appropriate referral to other health care professionals or
- 9 behavioral health professionals as needed;
- 10 (3) Focus on the ongoing prevention of illness and
- 11 disease;
- 12 (4) Encourage active participation by a patient and
- 13 the patient's family, guardian, or authorized representative,
- 14 when appropriate, in health care decisionmaking and care plan
- 15 development;
- 16 <u>(5) Encourage the appropriate use of specialty care</u>
- 17 services and emergency room services by patients; and
- 18 (6) Provide other necessary and appropriate health care
- 19 services and supports to accomplish the purposes of the Medical
- 20 Home Pilot Program Act.
- 21 Sec. 6. (1) The Medical Home Advisory Council is created.
- 22 The council shall consist of seven voting members appointed by the
- 23 Governor as follows:
- 24 (a) Two licensed primary care physicians actively
- 25 practicing in the area of general and family medicine;

1 (b) Two licensed primary care physicians actively

- 2 practicing in the area of pediatrics;
- 3 (c) Two licensed primary care physicians actively
- 4 practicing in the area of internal medicine; and
- 5 (d) One representative from a licensed hospital in
- 6 Nebraska.
- 7 (2) The chairperson of the Health and Human Services
- 8 Committee of the Legislature or another member of the committee
- 9 designated by the chairperson shall serve as an ex officio,
- 10 nonvoting member of the council.
- 11 (3) The council shall annually select one of its
- 12 appointed members to serve as chairperson of the council for a
- 13 one-year term. Appointed members of the council shall be reimbursed
- 14 for their actual and necessary expenses as provided in sections
- 15 81-1174 to 81-1177. The division shall provide administrative
- 16 support to the council.
- 17 (4) The Governor may remove appointed members of the
- 18 council for good cause upon written notice and an opportunity to
- 19 be heard. Any appointed member of the council who ceases to meet
- 20 the requirements for appointment to the council shall cease to be a
- 21 member of the council. A vacancy on the council shall be filled in
- 22 the same manner as provided for the original appointment.
- 23 (5) The Governor shall make initial appointments to the
- 24 council no later than October 1, 2009. The council shall conduct
- 25 its initial organizational meeting no later than October 31, 2009.

1 (6) The council shall (a) guide and assist the division

- 2 in the design and implementation of the medical home pilot program
- 3 and (b) promote the use of best practices to ensure access to
- 4 medical homes for patients and accomplish the purposes of the
- 5 Medical Home Pilot Program Act.
- 6 Sec. 7. Original section 68-901, Revised Statutes
- 7 Cumulative Supplement, 2008, is repealed.