## ONE HUNDRED EIGHTH LEGISLATURE - SECOND SESSION - 2024 COMMITTEE STATEMENT LB1087

**Hearing Date:** Friday February 02, 2024 **Committee On:** Health and Human Services

Introducer: Jacobson

One Liner: Adopt the Hospital Quality Assurance and Access Assessment Act

## **Roll Call Vote - Final Committee Action:**

Advanced to General File with amendment(s)

**Vote Results:** 

Aye: 7 Senators Ballard, Cavanaugh, M., Day, Hansen, Hardin, Riepe, Walz

Nay: Absent:

**Present Not Voting:** 

**Testimony:** 

Proponents: Representing:

Senator Mike Jacobson Opening Presenter

Jeremy Nordquist Nebraska Hospital Association

Mel McNea Regional West Health System

Manuela Banner Memorial Community Hospital Health System NTLA
Ryan Larsen Community Medical Center, Nebraska Hospital

Association

Patrick Henry Connell Nebraska Association of Behavioral Health

Organizations

Sara Howard First Five Nebraska

Marcia Mueting Nebraska Pharmacists' Association

Opponents: Representing:

Neutral: Representing:

Jeremy Brunssen Department of Health and Human Services

\* ADA Accommodation Written Testimony

## Summary of purpose and/or changes:

## **Explanation of amendments:**

The standing committee amendment, AM2404, strikes the original sections of the bill and inserts new language.

Sec. 1: Language remains the same as the original bill.



Sec. 2: Language remains the same as the original bill.

Sec. 3: Language remains the same as the original bill.

Sec. 4: DHHS shall collect assessments from (directly is removed) hospitals and remit the assessments to the State

Treasurer for credit to the Hospital Quality Assurance and Access Fund. Contracting parties collecting assessments

language is removed.

Sec. 5: Clarifies that administrative fee is the fee retained by DHHS. Clarifies that the assessment total is the

statewide aaggregate assessment.

Sec. 6: The Hospital Quality Assurance and Access Assessment Fund shall only be used to pay DHHS, not

contracting parties or programs established by a statewide association representing hospitals and health care

systems in the state. The administrative fee is referenced in Section 5 of this amendment.

DHHS shall prohibit a Medicaid managed care organization from:

\* setting, establishing, or negotiating reimbursement rates with a hospital in a manner that takes into account, directly

or indirectly, a directed payment that a hospital receives under this Act;

\* unnecessarily delaying a directed payment to a hospital;

\* recouping or offsetting a directed payment for any reason.

A hospital shall not directly pass on the cost of an assessment to patients or non-Medicaid payors, including as a fee or rate increase. A hospital that violates this subsection shall not receive a directed payment for the remainder of the

year. This subsection shall not be construed to prohibit a hospital from negotiating with a non-Medicaid payor for a

rate increase.

Sec. 7: Language remains the same as the original bill.

Sec. 8: Language remains the same as the original bill.

Sec. 9: DHHS shall discontinue the collection of assessments when federal matching funds are unavailable. In such

case, DHHS is required to terminate the collection of the assessments beginning on the date such federal matching

funds become unavailable.

Sec. 10: Emergency Clause

Vote to adopt AM 2404 passed,

Vote results: 6-0-1

Vote: Aye: Hansen, Hardin, Ballard, Day, Riepe, Walz

PNV: Cavanaugh, M

Ben Hansen, Chairperson

