LEGISLATIVE FISCAL OFFICE Fiscal Note



Medicaid program

Fiscal Note On: **H**

Sub. Bill For .:

HB

80 HIS 24RS

242

Bill Text Version: ENGROSSED

Opp. Chamb. Action: Proposed Amd.:

Date: April 2, 2024

8:42 AM

Author: ECHOLS

Dept./Agy.:LDH/Medicaid

Subject: Non emergency medical transportation

Analyst: Shawn Hotstream

MEDICAID EG GF EX See Note Page 1 of 1 Authorizes transportation network companies to provide nonemergency medical transportation services through the state

Proposed law authorizes transportation network companies to provide non emergency medical transportation (NEMT) services through the Louisiana Medicaid program. Proposed law requires LDH to promulgate rules setting requirements for companies and drivers to act as Medicaid transportation providers, including requirements for enrollment and specifications for the vehicle used, and that such requirements be consistent with the requirements established in Chapter 10 of the Medicaid Services Manual, including insurance, driver, training, vehicle, and general requirements. Proposed law requires drivers providing NEMT to Medicaid enrollees must complete a criminal background check. Proposed law provides that LDH may require such transportation network companies to be under contract with a transportation broker that is under contract with a managed care organization or the department. Proposed law provides that no ambulance, emergency medical response vehicle, or EMS practitioner shall be used for the purpose of providing non emergency medical transportation.

| EXPENDITURES | 2024-25 | 2025-26 | 2026-27 | 2027-28 | 2028-29 | 5 -YEAR TOTAL |
|---------------------|-----------|-----------|-----------|-----------|-----------|----------------------|
| State Gen. Fd. | SEE BELOW | |
| Agy. Self-Gen. | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Ded./Other | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Federal Funds | SEE BELOW | |
| Local Funds | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Annual Total | | | | | | |
| REVENUES | 2024-25 | 2025-26 | 2026-27 | 2027-28 | 2028-29 | 5 -YEAR TOTAL |
| State Gen. Fd. | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Agy. Self-Gen. | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Ded./Other | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Federal Funds | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Local Funds | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Annual Total | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |

EXPENDITURE EXPLANATION

This measure authorizes transportation network companies to be reimbursed by Medicaid for providing non emergency medical transportation services (NEMT) to Medicaid enrollees. Additional costs to the Medicaid program are indeterminable, and will depend on trip pricing/reimbursement rates paid to the new providers and potential for transportation trip utilization increases. LDH does not anticipate an increase in overall program cost based on minimal projected increases in utilization under this measure, and maintaining their current reimbursement rates paid to existing NEMT providers. Although the number of providers that no shows and broker cancellations will likely be reduced, LDH indicates canceled trips represent only 2% (approximately 14,000 annually) of total trips, and projects a minimum increase in trips, resulting in no impact to Medicaid premium payments in the future.

REVENUE EXPLANATION

There is no anticipated direct material effect on governmental revenues as a result of this measure.

| <u>Senate</u> | Dual Referral Rules | <u>House</u> | |
|---------------|---|---|--------------------------------------|
| 13.5.1 >= | \$100,000 Annual Fiscal Cost {S & H} | | Johns Manor |
| 13.5.2 >= | \$500,000 Annual Tax or Fee Change {S & H} | 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S} | Patrice Thomas Deputy Fiscal Officer |