SLS 11RS-415 ENGROSSED

Regular Session, 2011

SENATE BILL NO. 207

BY SENATOR MOUNT

1

Prefiled pursuant to Article III, Section 2(A)(4)(b)(i) of the Constitution of Louisiana.

MEDICAID. Requires DHH to submit annual reports concerning the Coordinated Care Network Medicaid initiative. (gov sig)

AN ACT

2	To enact Part XLII of Chapter 5 of Title 40 of the Louisiana Revised Statutes of 1950, to be
3	comprised of R.S. 40:1300.21 through 1300.23, relative to Medicaid; to require the
4	Department of Health and Hospitals to submit an annual report to the legislature on
5	the Coordinated Care Network Medicaid initiative; to provide for a sunset date; and
6	to provide for related matters.
7	Be it enacted by the Legislature of Louisiana:
8	Section 1. Part XLII of Chapter 5 of Title 40 of the Louisiana Revised Statutes of
9	1950, comprised of R.S. 40:1300.21 through 1300.23, is hereby enacted to read as follows:
10	PART XLII. LOUISIANA MEDICAID COORDINATED CARE
11	PROGRAM TRANSPARENCY
12	§1300.21. Legislative intent
13	It is in the best interest of the citizens of the state that the Legislature of
14	Louisiana ensure that the Louisiana Medicaid program is operated in the most
15	efficient and sustainable method possible. With the transition of over two-
16	thirds of the Medicaid eligible population from a fee-for-service based program
17	to a managed care organization based program, it is imperative that there is

1	adequate reporting from the Department of Health and Hospitals in order to
2	ensure the following outcomes are being achieved:
3	(1) Improved care coordination with patient-centered medical homes for
4	Medicaid recipients.
5	(2) Improved health outcomes and quality of care as measured by metric,
6	such as HEDIS.
7	(3) Increased emphasis on disease prevention and the early diagnosis and
8	management of chronic conditions.
9	(4) Improved access to Medicaid services.
10	(5) Improved accountability with a decrease in fraud, abuse, and
11	wasteful spending.
12	(6) A more financially sustainable Medicaid program.
13	§1300.22. Coordinated care program; reporting
14	A. Beginning January 1, 2013, and annually thereafter, the Department
15	of Health and Hospitals shall submit an annual report concerning the Louisiana
16	Medicaid Coordinated Care Program to the Senate and House committees on
17	health and welfare which shall include, but not limited to, the following
18	information:
19	(1) The name and geographic service area of each coordinated care
20	network which has contracted with the Department of Health and Hospitals.
21	(2) The total number of health care providers in each coordinated care
22	network broken down by provider type and specialty and by each geographic
23	service area.
24	(3) The total and monthly average of the number of members enrolled
25	in each network broken down by eligibility group.
26	(4) The percentage of primary care practices that provide verified
27	continuous phone access with the ability to speak with a primary care provider
28	clinician within thirty minutes of member contact for each coordinated care
29	network.

1	(5) The percentage of regular and expedited service authorization
2	requests processed within the timeframes specified by the contract for each
3	coordinated care network.
4	(6) The percentage of clean claims paid for each provider type within
5	thirty calendar days and the average number of days to pay all claims for each
6	coordinated care network.
7	(7) The number of claims denied by each coordinated care network for
8	each the following reasons:
9	(a) Lack of documentation to support medical necessity.
10	(b) Prior authorization was not on file.
11	(c) Member has other insurance that must be billed first.
12	(d) Claim was submitted after the filing deadline.
13	(e) Service was not covered by the coordinated care network.
14	(8) The number and dollar value of all claims paid to non-network
15	providers by claim type categorized by emergency services and non-emergency
16	services for each coordinated care network by geographic service area.
17	(9) The number of members who chose the coordinated care network
18	and the number of members who were autoenrolled into each coordinated care
19	network, broken down by coordinated care network.
20	(10) The amount of the total payments and average per member per
21	month payment paid to each coordinated care network.
22	(11) The Medical Loss Ratio of each coordinated care network and the
23	amount of any refund to the state for failure to maintain the required Medical
24	Loss Ratio.
25	(12) A comparison of, which includes but is not limited to, the following
26	health outcomes among each coordinated care network:
27	(a) Adult asthma admission rate.
28	(b) Congestive heart failure admission rate.
29	(c) Uncontrolled diabetes admission rate.

1 (d) Adult access to preventative/ambulatory health services. 2 (e) Breast cancer screening rate. 3 (f) Well child visits. (g) Childhood immunization rates. 4 5 (13) A copy of the member and provider satisfaction survey report for each coordinated care network. 6 (14) A copy of the annual audited financial statements for each 7 8 coordinated care network. 9 (15) The total amount of savings to the state for each shared savings 10 coordinated care network. 11 (16) A brief factual narrative of any sanctions levied by the Department 12 of Health and Hospitals against a coordinated care network. 13 (17) The number of members, broken down by each coordinated care network, who file a grievance or appeal and the number of members who 14 accessed the state fair hearing process and the total number and percentage of 15 grievances or appeals which reversed or otherwise resolved in favor of the 16 17 member. (18) The number of members who receive unduplicated medicaid 18 19 services from each coordinated care network broken down by provider type, 20 specialty, and place of service. 21 (19) The number of members who received unduplicated outpatient 22 emergency services broken down by coordinated care network and aggregated by the following hospital classifications: 23 24 (a) State. 25 (b) Non-state non-rural. 26 (c) Rural. 27 (d) Private. 28 (20) The number of total inpatient medicaid days broken down by 29 Coordinated Care Network and aggregated by the following hospital

SLS 11RS-415

ENGROSSED
SB NO. 207

1 classifications: 2 (a) State. 3 (b) Public non-state non-rural. (c) Rural. 4 5 (d) Private. (21) Any other metric or measure in which the Department of Health 6 and Hospitals Coordinated Care Network Quality Committee deems 7 8 appropriate for inclusion into the report. 9 B. The Department of Health and Hospitals shall submit all quarterly 10 reports required to be submitted by coordinated care networks to the Senate 11 Committee on Health and Welfare, the House Committee on Health and 12 Welfare, and the Senate Committee on Finance and House Committee on 13 **Appropriations.** §1300.23. Sunset 14 All portions of the Louisiana Medical Assistance Program which are 15 administered by a managed care organization or meet the definition of managed 16 care pursuant to federal law or regulation shall sunset on December 31, 2014. 17 Section 2. This Act shall become effective upon signature by the governor or, if not 18 19 signed by the governor, upon expiration of the time for bills to become law without signature by the governor, as provided by Article III, Section 18 of the Constitution of Louisiana. If 20 21 vetoed by the governor and subsequently approved by the legislature, this Act shall become 22 effective on the day following such approval. The original instrument and the following digest, which constitutes no part

## DIGEST

of the legislative instrument, were prepared by Greg Waddell.

Mount (SB 207)

<u>Proposed law</u> requires that beginning January 1, 2013, and annually thereafter, the Department of Health and Hospitals shall submit an annual report concerning the Louisiana Medicaid Coordinated Care Program to the Senate and House committees on health and welfare which shall include certain information as provided for in <u>proposed law</u>.

 $\underline{Proposed\ law}\ requires\ DHH\ to\ submit\ all\ quarterly\ reports\ submitted\ by\ the\ coordinated\ care$ 

Page 5 of 6

Coding: Words which are struck through are deletions from existing law; words in **boldface type and underscored** are additions.

networks to the Senate Committee on Health and Welfare, House Committee on Health and Welfare, Senate Committee on Finance, and the House Committee on Appropriations.

<u>Proposed law provides</u> that any portion of the Louisiana Medical Assistance Program which are administered by a managed care organization or meet the definition of managed care pursuant to federal law or regulation shall sunset on December 31, 2014.

Effective upon signature of the governor or lapse of time for gubernatorial action.

(Adds R.S. 40:1300.21 - 1300.23)

## Summary of Amendments Adopted by Senate

## <u>Committee Amendments Proposed by Senate Committee on Health and Welfare to the original bill.</u>

- 1. Technical conforming amendments
- 2. Changes the reporting date <u>from</u> October 1, 2013, <u>to</u> January 1, 2013.
- 3. Adds additional metric or measures to be reported by the Department of Health and Hospitals.
- 4. Provides for submission of certain reports received by DHH from CCN's to certain legislative committees.
- 5. Provides that certain portions of the Louisiana Medical Assistance Program shall sunset on December 31, 2014.