By Senator Lynn

7-565-05

A bill to be entitled 2 An act relating to community mental health services as optional Medicaid services; 3 amending s. 409.906, F.S.; eliminating 4 5 authorization for the Agency for Health Care 6 Administration to operate a behavioral health 7 utilization management program; eliminating the 8 agency's authorization to implement certain reimbursement and use-management reforms; 9 10 providing an effective date. 11 12 Be It Enacted by the Legislature of the State of Florida: 13 Section 1. Paragraphs (a) and (b) of subsection (8) of 14 section 409.906, Florida Statutes, are amended to read: 15 409.906 Optional Medicaid services. -- Subject to 16 17 specific appropriations, the agency may make payments for services which are optional to the state under Title XIX of 18 the Social Security Act and are furnished by Medicaid 19 providers to recipients who are determined to be eligible on 20 21 the dates on which the services were provided. Any optional 22 service that is provided shall be provided only when medically 23 necessary and in accordance with state and federal law. Optional services rendered by providers in mobile units to 2.4 Medicaid recipients may be restricted or prohibited by the 25 agency. Nothing in this section shall be construed to prevent 26 27 or limit the agency from adjusting fees, reimbursement rates, lengths of stay, number of visits, or number of services, or making any other adjustments necessary to comply with the 29 availability of moneys and any limitations or directions 30 provided for in the General Appropriations Act or chapter 216.

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If necessary to safeguard the state's systems of providing services to elderly and disabled persons and subject to the notice and review provisions of s. 216.177, the Governor may direct the Agency for Health Care Administration to amend the Medicaid state plan to delete the optional Medicaid service known as "Intermediate Care Facilities for the Developmentally Disabled." Optional services may include:

(8) COMMUNITY MENTAL HEALTH SERVICES. --

(a) The agency may pay for rehabilitative services provided to a recipient by a mental health or substance abuse provider under contract with the agency or the Department of Children and Family Services to provide such services. services which are psychiatric in nature shall be rendered or recommended by a psychiatrist, and those services which are medical in nature shall be rendered or recommended by a physician or psychiatrist. The agency must develop a provider enrollment process for community mental health providers which bases provider enrollment on an assessment of service need. The provider enrollment process shall be designed to control costs, prevent fraud and abuse, consider provider expertise and capacity, and assess provider success in managing utilization of care and measuring treatment outcomes. Providers will be selected through a competitive procurement or selective contracting process. In addition to other community mental health providers, the agency shall consider for enrollment mental health programs licensed under chapter 395 and group practices licensed under chapter 458, chapter 459, chapter 490, or chapter 491. The agency is also authorized to continue operation of its behavioral health utilization management program and may develop new services if these actions are necessary to ensure savings from the

implementation of the utilization management system. The 2 agency shall coordinate the implementation of this enrollment process with the Department of Children and Family Services 3 and the Department of Juvenile Justice. The agency is authorized to utilize diagnostic criteria in setting 5 reimbursement rates, to preauthorize certain high-cost or highly utilized services, to limit or eliminate coverage for 8 certain services, or to make any other adjustments necessary to comply with any limitations or directions provided for in 9 10 the General Appropriations Act. (b) The agency is authorized to implement 11 12 reimbursement and use management reforms in order to comply 13 with any limitations or directions in the General Appropriations Act, which may include, but are not limited to: 14 15 prior authorization of treatment and service plans; prior 16 authorization of services; enhanced use review programs for highly used services; and limits on services for those 18 determined to be abusing their benefit coverages. 19 Section 2. This act shall take effect July 1, 2005. 2.0 21 22 SENATE SUMMARY 23 Eliminates utilization management controls for Medicaid community mental health services. 2.4 25 26 27 28 29 30 31