860032

576-03083-22

1

2

3

4

5

6

7

8

9

10

11 12

13

14 15

16

Proposed Committee Substitute by the Committee on Appropriations (Appropriations Subcommittee on Health and Human Services)

A bill to be entitled

An act relating to donor human milk bank services; amending s. 409.906, F.S.; authorizing the Agency for Health Care Administration to pay for donor human milk bank services as an optional Medicaid service if certain conditions are met; specifying coverage requirements; requiring the agency to adopt rules; authorizing the agency to seek federal approval; amending s. 409.908, F.S.; adding donor human milk bank services to the list of Medicaid services authorized for reimbursement on a fee-for-service basis; amending s. 409.973, F.S.; adding donor human milk bank services to the list of minimum benefits required to be covered by Medicaid managed care plans; providing an effective date.

17 Be It Enacted by the Legislature of the State of Florida: 18

Section 1. Subsection (28) is added to section 409.906, Florida Statutes, to read:

409.906 Optional Medicaid services.—Subject to specific appropriations, the agency may make payments for services which are optional to the state under Title XIX of the Social Security Act and are furnished by Medicaid providers to recipients who are determined to be eligible on the dates on which the services were provided. Any optional service that is provided shall be provided only when medically necessary and in accordance with

860032

576-03083-22

state and federal law. Optional services rendered by providers 28 29 in mobile units to Medicaid recipients may be restricted or 30 prohibited by the agency. Nothing in this section shall be construed to prevent or limit the agency from adjusting fees, 31 32 reimbursement rates, lengths of stay, number of visits, or number of services, or making any other adjustments necessary to 33 34 comply with the availability of moneys and any limitations or directions provided for in the General Appropriations Act or 35 36 chapter 216. If necessary to safeguard the state's systems of 37 providing services to elderly and disabled persons and subject 38 to the notice and review provisions of s. 216.177, the Governor 39 may direct the Agency for Health Care Administration to amend 40 the Medicaid state plan to delete the optional Medicaid service 41 known as "Intermediate Care Facilities for the Developmentally Disabled." Optional services may include: 42

(28) DONOR HUMAN MILK BANK SERVICES.-The agency may pay for 43 44 the provision of donor human milk and human milk products derived therefrom for inpatient use, for which a licensed 45 physician, nurse practitioner, physician assistant, or dietitian 46 47 has issued an order for an infant who is medically or physically 48 unable to receive maternal breast milk or to breastfeed or whose 49 mother is medically or physically unable to produce maternal 50 breast milk or breastfeed. Such infant must have a documented 51 birth weight of 1,800 grams or less; have a congenital or 52 acquired condition and be at high risk for developing a feeding 53 intolerance, necrotizing enterocolitis, or an infection; or 54 otherwise have a medical indication for a human milk diet. The 55 agency shall adopt rules that include, but are not limited to, 56 eligible providers of donor human milk and donor human milk

Page 2 of 4

860032

576-03083-22

57 <u>derivates. The agency may seek federal approval necessary to</u> 58 implement this subsection.

59 Section 2. Present paragraphs (f) through (t) of subsection 60 (3) of section 409.908, Florida Statutes, are redesignated as 61 paragraphs (g) through (u), respectively, and a new paragraph 62 (f) is added to that subsection, to read:

63 409.908 Reimbursement of Medicaid providers.-Subject to 64 specific appropriations, the agency shall reimburse Medicaid 65 providers, in accordance with state and federal law, according 66 to methodologies set forth in the rules of the agency and in 67 policy manuals and handbooks incorporated by reference therein. 68 These methodologies may include fee schedules, reimbursement 69 methods based on cost reporting, negotiated fees, competitive 70 bidding pursuant to s. 287.057, and other mechanisms the agency 71 considers efficient and effective for purchasing services or 72 goods on behalf of recipients. If a provider is reimbursed based 73 on cost reporting and submits a cost report late and that cost report would have been used to set a lower reimbursement rate 74 75 for a rate semester, then the provider's rate for that semester 76 shall be retroactively calculated using the new cost report, and 77 full payment at the recalculated rate shall be effected 78 retroactively. Medicare-granted extensions for filing cost 79 reports, if applicable, shall also apply to Medicaid cost 80 reports. Payment for Medicaid compensable services made on 81 behalf of Medicaid-eligible persons is subject to the 82 availability of moneys and any limitations or directions 83 provided for in the General Appropriations Act or chapter 216. Further, nothing in this section shall be construed to prevent 84 85 or limit the agency from adjusting fees, reimbursement rates,

Page 3 of 4

860032

576-03083-22

86 lengths of stay, number of visits, or number of services, or 87 making any other adjustments necessary to comply with the 88 availability of moneys and any limitations or directions 89 provided for in the General Appropriations Act, provided the 80 adjustment is consistent with legislative intent.

91 (3) Subject to any limitations or directions provided for 92 in the General Appropriations Act, the following Medicaid services and goods may be reimbursed on a fee-for-service basis. 93 94 For each allowable service or goods furnished in accordance with 95 Medicaid rules, policy manuals, handbooks, and state and federal 96 law, the payment shall be the amount billed by the provider, the 97 provider's usual and customary charge, or the maximum allowable fee established by the agency, whichever amount is less, with 98 99 the exception of those services or goods for which the agency makes payment using a methodology based on capitation rates, 100 101 average costs, or negotiated fees.

102

(f) Donor human milk bank services.

Section 3. Present paragraphs (e) through (bb) of subsection (1) of section 409.973, Florida Statutes, are redesignated as paragraphs (f) through (cc), respectively, and a new paragraph (e) is added to that subsection, to read:

409.973 Benefits.-

108 (1) MINIMUM BENEFITS.-Managed care plans shall cover, at a 109 minimum, the following services:

110 111

107

(e) Donor human milk bank services.

Section 4. This act shall take effect July 1, 2022.