LC002433

2019 -- H 6027

STATE OF RHODE ISLAND

IN GENERAL ASSEMBLY

JANUARY SESSION, A.D. 2019

AN ACT

RELATING TO HUMAN SERVICES -- MEDICAL ASSISTANCE - LONG TERM CARE SERVICE AND FINANCE REFORM

Introduced By: Representative Patricia A. Serpa

Date Introduced: April 25, 2019

Referred To: House Finance

It is enacted by the General Assembly as follows:

SECTION 1. Section 40-8.9-9 of the General Laws in Chapter 40-8.9 entitled "Medical
 Assistance - Long-Term Care Service and Finance Reform" is hereby amended to read as
 follows:

4

40-8.9-9. Long-term-care rebalancing system reform goal.

5 (a) Notwithstanding any other provision of state law, the executive office of health and 6 human services is authorized and directed to apply for, and obtain, any necessary waiver(s), 7 waiver amendment(s), and/or state-plan amendments from the secretary of the United States 8 Department of Health and Human Services, and to promulgate rules necessary to adopt an 9 affirmative plan of program design and implementation that addresses the goal of allocating a 10 minimum of fifty percent (50%) of Medicaid long-term-care funding for persons aged sixty-five 11 (65) and over and adults with disabilities, in addition to services for persons with developmental 12 disabilities, to home- and community-based care; provided, further, the executive office shall 13 report annually as part of its budget submission, the percentage distribution between institutional 14 care and home- and community-based care by population and shall report current and projected 15 waiting lists for long-term-care and home- and community-based care services. The executive office is further authorized and directed to prioritize investments in home- and community-based 16 17 care and to maintain the integrity and financial viability of all current long-term-care services 18 while pursuing this goal.

1 (b) The reformed long-term-care system rebalancing goal is person centered and 2 encourages individual self-determination, family involvement, interagency collaboration, and individual choice through the provision of highly specialized and individually tailored home-3 4 based services. Additionally, individuals with severe behavioral, physical, or developmental 5 disabilities must have the opportunity to live safe and healthful lives through access to a wide range of supportive services in an array of community-based settings, regardless of the 6 7 complexity of their medical condition, the severity of their disability, or the challenges of their 8 behavior. Delivery of services and supports in less costly and less restrictive community settings, 9 will enable children, adolescents, and adults to be able to curtail, delay, or avoid lengthy stays in 10 long-term care institutions, such as behavioral health residential-treatment facilities, long-term-11 care hospitals, intermediate-care facilities, and/or skilled nursing facilities.

12 (c) Pursuant to federal authority procured under § 42-7.2-16, the executive office of 13 health and human services is directed and authorized to adopt a tiered set of criteria to be used to 14 determine eligibility for services. Such criteria shall be developed in collaboration with the state's 15 health and human services departments and, to the extent feasible, any consumer group, advisory 16 board, or other entity designated for such purposes, and shall encompass eligibility 17 determinations for long-term-care services in nursing facilities, hospitals, and intermediate-care 18 facilities for persons with intellectual disabilities, as well as home- and community-based 19 alternatives, and shall provide a common standard of income eligibility for both institutional and 20 home- and community-based care. The executive office is authorized to adopt clinical and/or 21 functional criteria for admission to a nursing facility, hospital, or intermediate-care facility for 22 persons with intellectual disabilities that are more stringent than those employed for access to 23 home- and community-based services. The executive office is also authorized to promulgate rules 24 that define the frequency of re-assessments for services provided for under this section. Levels of care may be applied in accordance with the following: 25

(1) The executive office shall continue to apply the level of care criteria in effect on June
30, 2015, for any recipient determined eligible for and receiving Medicaid-funded, long-term
services in supports in a nursing facility, hospital, or intermediate-care facility for persons with
intellectual disabilities on or before that date, unless:

30 (a) The recipient transitions to home- and community-based services because he or she
31 would no longer meet the level of care criteria in effect on June 30, 2015; or

32 (b) The recipient chooses home- and community-based services over the nursing facility,
33 hospital, or intermediate-care facility for persons with intellectual disabilities. For the purposes of
34 this section, a failed community placement, as defined in regulations promulgated by the

1 executive office, shall be considered a condition of clinical eligibility for the highest level of care. 2 The executive office shall confer with the long-term-care ombudsperson with respect to the 3 determination of a failed placement under the ombudsperson's jurisdiction. Should any Medicaid 4 recipient eligible for a nursing facility, hospital, or intermediate-care facility for persons with 5 intellectual disabilities as of June 30, 2015, receive a determination of a failed community placement, the recipient shall have access to the highest level of care; furthermore, a recipient 6 7 who has experienced a failed community placement shall be transitioned back into his or her 8 former nursing home, hospital, or intermediate-care facility for persons with intellectual 9 disabilities whenever possible. Additionally, residents shall only be moved from a nursing home, 10 hospital, or intermediate-care facility for persons with intellectual disabilities in a manner 11 consistent with applicable state and federal laws.

(2) Any Medicaid recipient eligible for the highest level of care who voluntarily leaves a
nursing home, hospital, or intermediate-care facility for persons with intellectual disabilities shall
not be subject to any wait list for home- and community-based services.

(3) No nursing home, hospital, or intermediate-care facility for persons with intellectual
disabilities shall be denied payment for services rendered to a Medicaid recipient on the grounds
that the recipient does not meet level of care criteria unless and until the executive office has:

(i) Performed an individual assessment of the recipient at issue and provided written
notice to the nursing home, hospital, or intermediate-care facility for persons with intellectual
disabilities that the recipient does not meet level of care criteria; and

(ii) The recipient has either appealed that level of care determination and been
unsuccessful, or any appeal period available to the recipient regarding that level of care
determination has expired.

24 (d) The executive office is further authorized to consolidate all home- and community-25 based services currently provided pursuant to 42 U.S.C. § 1396n into a single system of home-26 and community-based services that include options for consumer direction and shared living. The 27 resulting single home- and community-based services system shall replace and supersede all 42 28 U.S.C. § 1396n programs when fully implemented. Notwithstanding the foregoing, the resulting 29 single program home- and community-based services system shall include the continued funding 30 of assisted-living services at any assisted-living facility financed by the Rhode Island housing and 31 mortgage finance corporation prior to January 1, 2006, and shall be in accordance with chapter 32 66.8 of title 42 as long as assisted-living services are a covered Medicaid benefit.

(e) The executive office is authorized to promulgate rules that permit certain optional
 services including, but not limited to, homemaker services, home modifications, respite, and

physical therapy evaluations to be offered to persons at risk for Medicaid-funded, long-term care
 subject to availability of state-appropriated funding for these purposes.

3 (f) To promote the expansion of home- and community-based service capacity, the 4 executive office is authorized to pursue payment methodology reforms that increase access to 5 homemaker, personal care (home health aide), assisted living, adult supportive-care homes, and 6 adult day services, as follows:

7 (1) Development of revised or new Medicaid certification standards that increase access
8 to service specialization and scheduling accommodations by using payment strategies designed to
9 achieve specific quality and health outcomes.

10 (2) Development of Medicaid certification standards for state-authorized providers of 11 adult-day services, excluding such providers of services authorized under § 40.1-24-1(3), assisted 12 living, and adult supportive care (as defined under chapter 17.24 of title 23) that establish for 13 each, an acuity-based, tiered service and payment methodology tied to: licensure authority; level 14 of beneficiary needs; the scope of services and supports provided; and specific quality and 15 outcome measures.

The standards for adult-day services for persons eligible for Medicaid-funded, long-term
services may differ from those who do not meet the clinical/functional criteria set forth in § 408.10-3.

19 (3) As the state's Medicaid program seeks to assist more beneficiaries requiring long-term 20 services and supports in home- and community-based settings, the demand for home care workers 21 has increased, and wages for these workers has not kept pace with neighboring states, leading to 22 high turnover and vacancy rates in the state's home-care industry, the executive office shall 23 institute a one-time increase in the base-payment rates for home-care service providers to 24 promote increased access to and an adequate supply of highly trained home health care 25 professionals, in amount to be determined by the appropriations process, for the purpose of 26 raising wages for personal care attendants and home health aides to be implemented by such 27 providers.

(4) A prospective base adjustment, effective not later than July 1, 2018, of ten percent
(10%) of the current base rate for home care providers, home nursing care providers, and hospice
providers contracted with the executive office of health and human services and its subordinate
agencies to deliver Medicaid fee-for-service personal care attendant services.

(5) A prospective base adjustment, effective not later than July l, 2018, of twenty percent
(20%) of the current base rate for home care providers, home nursing care providers, and hospice
providers contracted with the executive office of health and human services and its subordinate

agencies to deliver Medicaid fee-for-service skilled nursing and therapeutic services and hospice
 care.

3 (6) A prospective base adjustment, effective not later than July 1, 2019, of ten percent
4 (10%) of the current base rate for home care providers, home nursing care providers and hospice
5 providers contracted with the executive office of health and human services and its subordinate
6 agencies to deliver Medicaid fee-for-service personal care attendant services, skilled nursing care
7 and therapeutic services and hospice care to beneficiaries that reside in a rural or rural-like
8 municipality as identified by the office of primary care and rural health within the department of
9 health.

10 (6)(7) On the first of July in each year, beginning on July 1, 2019, the executive office of 11 health and human services will initiate an annual inflation increase to the base rate by a 12 percentage amount equal to the New England Consumer Price Index card as determined by the 13 United States Department of Labor for medical care and for compliance with all federal and state 14 laws, regulations, and rules, and all national accreditation program requirements.

15 (g) The executive office shall implement a long-term-care options counseling program to 16 provide individuals, or their representatives, or both, with long-term-care consultations that shall 17 include, at a minimum, information about: long-term-care options, sources, and methods of both 18 public and private payment for long-term-care services and an assessment of an individual's 19 functional capabilities and opportunities for maximizing independence. Each individual admitted 20 to, or seeking admission to, a long-term-care facility, regardless of the payment source, shall be 21 informed by the facility of the availability of the long-term-care options counseling program and 22 shall be provided with long-term-care options consultation if they so request. Each individual 23 who applies for Medicaid long-term-care services shall be provided with a long-term-care 24 consultation.

(h) The executive office is also authorized, subject to availability of appropriation of funding, and federal, Medicaid-matching funds, to pay for certain services and supports necessary to transition or divert beneficiaries from institutional or restrictive settings and optimize their health and safety when receiving care in a home or the community. The secretary is authorized to obtain any state plan or waiver authorities required to maximize the federal funds available to support expanded access to such home- and community-transition and stabilization services; provided, however, payments shall not exceed an annual or per-person amount.

(i) To ensure persons with long-term-care needs who remain living at home have
 adequate resources to deal with housing maintenance and unanticipated housing-related costs, the
 secretary is authorized to develop higher resource eligibility limits for persons or obtain any state

plan or waiver authorities necessary to change the financial eligibility criteria for long-term
services and supports to enable beneficiaries receiving home and community waiver services to
have the resources to continue living in their own homes or rental units or other home-based
settings.

5 (j) The executive office shall implement, no later than January 1, 2016, the following 6 home- and community-based service and payment reforms:

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(1) Community-based, supportive-living program established in § 40-8.13-12;

8 (2) Adult day services level of need criteria and acuity-based, tiered-payment
9 methodology; and

(3) Payment reforms that encourage home- and community-based providers to provide
the specialized services and accommodations beneficiaries need to avoid or delay institutional
care.

13 (k) The secretary is authorized to seek any Medicaid section 1115 waiver or state-plan 14 amendments and take any administrative actions necessary to ensure timely adoption of any new 15 or amended rules, regulations, policies, or procedures and any system enhancements or changes, 16 for which appropriations have been authorized, that are necessary to facilitate implementation of 17 the requirements of this section by the dates established. The secretary shall reserve the discretion 18 to exercise the authority established under §§ 42-7.2-5(6)(v) and 42-7.2-6.1, in consultation with 19 the governor, to meet the legislative directives established herein. 20 SECTION 2. This act shall take effect upon passage.

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EXPLANATION

BY THE LEGISLATIVE COUNCIL

OF

AN ACT

RELATING TO HUMAN SERVICES -- MEDICAL ASSISTANCE - LONG TERM CARE SERVICE AND FINANCE REFORM

1 This act would provide for a Medicaid home care, home nursing care and hospice base 2 rate adjustment for services delivered to beneficiaries in rural communities as defined by the 3 department of health. This act supports the state's long-term care rebalancing goals by keeping 4 geographically-underserved patients out of skilled nursing facilities and hospitals and remain safe 5 at home in the community with highly-trained and stable long-term services and supports. 6 This act would take effect upon passage.

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