Amendment No. 25

Assembly	(BDR S-702)						
Proposed by: Assembly Committee on Health and Human Services							
Amends:	Summary: No	Title: Yes Preamble: No Joint Sponsorship: No	Digest: Yes				

ASSEMBLY	ACT	TION	Initial and Date	SENATE ACTIO	ΟN	Initial and Date
Adopted		Lost		Adopted	Lost	
Concurred In		Not	1	Concurred In	Not	
Receded		Not	1	Receded	Not	

EXPLANATION: Matter in (1) *blue bold italics* is new language in the original bill; (2) variations of <u>green bold underlining</u> is language proposed to be added in this amendment; (3) <u>red strikethrough</u> is deleted language in the original bill; (4) <u>purple double strikethrough</u> is language proposed to be deleted in this amendment; (5) <u>orange double underlining</u> is deleted language in the original bill proposed to be retained in this amendment.

KRO/EGO : Date: 4/1/2019

A.B. No. 116—Provides for an actuarial study to determine the cost of revising certain Medicaid reimbursement rates. (BDR S-702)

ASSEMBLY BILL NO. 116–COMMITTEE ON HEALTH AND HUMAN SERVICES

Prefiled January 31, 2019

Referred to Committee on Health and Human Services

SUMMARY—Provides for an actuarial study to determine the cost of revising certain Medicaid reimbursement rates. (BDR S-702)

FISCAL NOTE: Effect on Local Government: No.

Effect on the State: Yes.

EXPLANATION - Matter in **bolded italics** is new; matter between brackets formitted material is material to be omitted.

AN ACT relating to Medicaid; requiring an actuarial study to be conducted by the Division of Health Care Financing and Policy of the Department of Health and Human Services to determine the cost to the State of revising certain reimbursement rates; authorizing the Division to apply for and accept certain money; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

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Existing law requires the Department of Health and Human Services to administer the State Plan for Medicaid. (NRS 422.270) Existing law also requires the Division of Health Care Financing and Policy of the Department to, every 4 years: (1) review the rate of reimbursement for each service or item provided under the State Plan for Medicaid to determine whether the rate of reimbursement accurately reflects the actual cost of providing the service or item; and (2) if the Division determines that the rate of reimbursement for a service or item does not accurately reflect the actual cost of providing the service or item, determine the rate of reimbursement that accurately reflects the actual cost of providing the service or item and recommend to the Director of the Department inclusion of that rate in the State Plan for Medicaid. (NRS 422.2704) Existing law additionally requires the Department, with respect to the State Plan for Medicaid and the Children's Health Insurance Program, to report to the Legislature and post on an Internet website each rate of reimbursement for physicians which is provided on a fee-for-service basis and which is lower than the rate provided on the current Medicare fee schedule for care and services provided by physicians. (NRS 422.2712) This bill requires the Division to conduct an actuarial study to determine the amount that it would cost annually for the State to establish reimbursement rates under the State Plan for Medicaid that are equal to 90 percent of the reimbursement rates paid under Medicare. The Division is required to prepare a report of the results of the study and submit the report and recommendations for legislation to the Legislature. This bill authorizes the Division to apply for grants and accept gifts, grants, donations and any other source of money to conduct the study and prepare the report of the results of the study.

THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

- **Section 1.** 1. On or before July 1, 2020, the Division of Health Care Financing and Policy of the Department of Health and Human Services shall conduct an actuarial study to determine the amount that it would cost annually for the State to establish a reimbursement rate under the State Plan for Medicaid that is equal to 90 percent of the reimbursement rate established for recipients of Medicare. The Division shall make such a determination for each item or service that is covered by the State Plan for Medicaid that is also covered by Medicare.
- 2. The Division of Health Care Financing and Policy shall prepare a final report with the results of the study and any recommendations for legislation resulting from the study. A copy of the report and recommendations must be submitted to:
 - (a) The Legislative Committee on Health Care; and
- (b) The Director of the Legislative Counsel Bureau for transmittal to the next regular session of the Legislature.
- 3. The Division of Health Care Financing and Policy may apply for grants and accept gifts, grants, donations and any other source of money to carry out the provisions of this section.
- 4. As used in this section, "Medicare" means the program of health insurance for aged persons and persons with disabilities established pursuant to Title XVIII of the Social Security Act, 42 U.S.C. §§ 1395 et seq.
 - **Sec. 2.** This act becomes effective upon passage and approval.