

c. Services that do not require authorization from the managed health care provider.

Providers of medical service shall examine the card at the time of service in order to establish that the patient is Medicaid eligible and whether the services being provided require the authorization of the patient manager.

**88.46(6) Enrollment limits.** Unless one or more of the following special situations exist, enrollment shall be limited to 1500 enrollees per full-time patient manager with an additional 300 enrollees allowed for each full-time nurse practitioner or physician's assistant employed by the physician or clinic:

a. The physician treats a disproportionate share of Medicaid patients in the physician's current practice.

b. A special group practice arrangement exists with a demonstrated ability to manage a large number of enrollees.

Other exceptional situations may be considered as special demonstration projects on a case-by-case basis. Patient managers wishing to receive consideration for one of these special situations must make a request for consideration in writing to the division of medical services and provide sufficient documentation that they fit one or more of the special situations.

A physician or clinic may set a lower self-imposed maximum number of enrollees at the time they sign the initial contract and may revise that number by notifying the division of medical services or its designee in writing. If the patient manager decreases the patient manager's own maximum to a number below which the patient manager currently has enrolled, the patient manager must continue to serve those recipients until normal disenrollments put the physician below the physician's new maximum. No minimum number of enrollees shall be required.

**88.46(7) Reinstatement of patient management status.** When an enrolled recipient loses Medicaid eligibility and is subsequently reinstated before the effective date of cancellation, the enrollment in patient management will also be reinstated.

#### **441—88.47(249A) Disenrollment.**

**88.47(1) Disenrollment request.** An enrolled recipient may be disenrolled from a patient manager in one of three ways:

a. The enrolled recipient may request disenrollment by completing a choice form designated by the department, in writing, or by telephone call to the toll-free recipient managed health care telephone line maintained by the department at any time prior to enrollment with a managed health care entity and within the 90 days from the date of the enrollment notice. After this time period, a recipient may be disenrolled for good cause when the recipient can demonstrate that services were untimely, inaccessible, of insufficient quality, or inadequately provided. If the recipient is a covered eligible specified in subrule 88.42(1) as a mandatory participant, the recipient's disenrollment request shall not be approved until another patient manager or managed health care option is chosen.

b. The patient manager may request that an enrolled recipient be disenrolled by completing Form 470-2169, Managed Health Care Provider Request for Recipient Disenrollment. Disenrollment may be approved for good cause reasons such as, but not limited to, inability after reasonable effort to establish or maintain a satisfactory physician-patient relationship with the recipient. Documentation of the good cause reason for disenrollment will be included with or attached to the disenrollment request. The division shall respond as to whether the disenrollment request is approved within 30 days. If the request is approved, the patient manager shall continue to serve a mandatory recipient until the recipient can be enrolled with another patient manager or another managed health care option. In no case shall that time exceed 60 days from the date of receipt of the form.

c. The department may disenroll an enrolled recipient in the following situations:

- (1) The contract with the patient manager is terminated.
- (2) The patient manager dies, retires or leaves the medical service area.

(3) The recipient loses Medicaid eligibility. If the recipient regains eligibility as specified in subrule 88.46(7), the enrollment to patient management will be automatically reinstated.

(4) The recipient moves to a nonproject county.

(5) The recipient's eligibility changes to a category of assistance as specified in subrule 88.42(2) that is excluded from participation in patient management.

(6) The department has determined that participation in the HIPP (Health Insurance Premium Payment) program as described in rule 441—75.21(249A) is more cost-effective than enrollment in managed health care.

(7) The department has determined that the recipient's enrollment in the recipient lock-in program, as defined in 441—Chapter 76, would be more cost-effective for the department.

The department shall request that recipients whose participation is mandatory as specified in subrule 88.42(1) select a new patient manager or other managed health care option if disenrollment is for reasons listed in 88.47(1) "c" (1) or (2). If the recipient does not make the selection the recipient will be assigned a new patient manager by the department.

**88.47(2) *Effective date.*** Disenrollment shall always be effective on the first day of a month. The effective date of disenrollment shall be no later than the first day of the second month subsequent to the date the department or its designee receives an enrollment change request as specified in subrule 88.47(1) or the date the department approves a disenrollment request from a physician or the date the department becomes aware of an event which causes the department to disenroll an enrolled recipient, whichever is applicable. The effective date shall be earlier whenever possible.

#### **441—88.48(249A) Services.**

**88.48(1) *Managed services.*** Provision of the following services by any provider other than the patient manager requires authorization from the patient manager in order to be payable by Medicaid except that mental health and substance abuse services for all managed health care recipients are provided under the MHAP and MSACP programs and do not require authorization (see rules 441—88.61(249A) and 88.81(249A)):

- a. Inpatient hospital.
- b. Outpatient hospital.
- c. Home health.
- d. Physician (except services provided by an ophthalmologist).
- e. Clinic (rural health clinic, federally qualified health center, maternal health center, ambulatory surgical center, birthing center).
- f. Laboratory, X-ray.
- g. Medical supplies.
- h. Other practitioners (physical therapy, audiology, rehabilitation agency, nurse midwife, certified registered nurse anesthetists).
- i. Rescinded IAB 11/5/97, effective 1/1/98.
- j. Podiatric.

These services require authorization even if the need for the service is considered urgent. However, in case of urgent medical conditions, the patient manager shall arrange for necessary care within 24 hours by either providing it or referring to and authorizing another appropriate provider to provide care.

**88.48(2) *Nonmanaged services.*** Provision of any services not listed in subrule 88.48(1) does not require authorization from the patient manager in order to be payable by Medicaid.

**88.48(3) *Authorizing managed services.*** Referrals may be made by the patient manager to another provider for specialty care or for primary care during the patient manager's absence or nonavailability. No special authorization or referral form is required, and referrals should occur in accordance with accepted practice in the medical community. To ensure that payment is made for properly authorized services, the patient manager shall provide the specialist or other provider with the patient manager's Medicaid provider number, which must be entered on the billing form to signify that the service has been authorized. After the patient manager's initial referral of a patient to a specialist for ongoing treatment, the specialist shall not be required to receive further specific authorizations for the duration of the illness, or at the discretion of the patient manager, for a period of time specified by the patient manager. The referral shall include necessary services rendered by the specialist and referrals for related services made by the specialist. With the patient manager's approval the patient manager's number may be relayed by the referred specialist to other providers considered necessary for proper treatment of the patient. All authorizations and referrals shall be documented by both the patient manager and the referred to provider in the patient's medical record.

Emergency services are excluded from the authorization requirement, even though these services may be ones customarily requiring authorization under patient management. Urgent care requires authorization in order for Medicaid services to be paid. The unauthorized use of a patient manager's authorization number shall be considered to be false or fraudulent claim submission and may subject the provider to recoupment or to sanctions described at 441—subrule 79.2(3).

**88.48(4) *Special authorizations.*** Special authorization for the provision of managed services shall be given to providers by the department in situations such as, but not limited to, the death of the enrolled recipient's patient manager, the patient manager has left medical practice, moved from the medical service area or has been removed as a Medicaid provider and the department has not yet been able to establish a new patient manager or other managed health care option for the recipient. The procedure for obtaining this special authorization shall be specified in the provider handbook. The special authorization procedures shall only be used until the department is able to enroll the recipient with another patient manager or managed health care option. Additionally, special authorizations may be given when contracting patient managers fail to comply with contract provisions such as, but not limited to, failure to maintain 24-hour access as specified in subrule 88.45(2), paragraph "b."

**441—88.49(249A) *Grievance procedure.*** The department shall establish a procedure whereby enrolled recipients or providers may express complaints or concerns either verbally or in writing specific to managed health care services.

**88.49(1) *Written record.*** The department or its designee shall maintain a written record of all grievances. A log shall be maintained that includes the date of the grievance, recipient name and state identification number, provider name and provider number, nature of complaint, resolution and date of resolution.

**88.49(2) *Formal grievance resolution and response.*** The department or its designee shall record the facts involved in all grievances. Pertinent facts shall be obtained, as necessary and appropriate, from interviews with involved parties, on-site visits and consultation with professional medical consultants or an education and review committee. The department or its designee shall respond to all grievances within 15 working days of receipt. The response shall be in writing and copies shall be provided to the recipient, the provider and to the department's patient manager file. Appeal rights shall be included in the response.

**88.49(3) Repeated grievances.** Providers or recipients who file repeated grievances, or providers or recipients against whom repeated grievances are filed, will be reviewed in-depth and a possible on-site visit will be made to resolve any misunderstandings as to patient management policies and procedures.

**88.49(4) Quality of care grievances.** In grievances involving quality of care, the case shall be referred to appropriate persons or agencies, including the board of medical examiners for investigation.

**88.49(5) Information concerning grievance procedures.** The department grievance procedure shall be published on appropriate forms and brochures for the information of recipients and in provider handbooks for the information of patient managers and other providers.

**88.49(6) Appeals to the department.** A recipient who has exhausted the formal grievance procedure may appeal the issue to the department under the provisions of 441—Chapter 7.

#### **441—88.50(249A) Payment.**

**88.50(1) Fee.** Patient managers shall be paid a monthly fee of \$2 per enrolled recipient for the provision of patient management, including referrals. Payment for other services rendered shall be reimbursed in accordance with rules governing Medicaid payment. Providers such as federally qualified health centers who are reimbursed on a 100 percent of cost basis are not eligible to receive patient management fees separate from other reimbursement.

**88.50(2) Basis for payment.** Payment shall be based on the number of recipients enrolled with the patient manager as of automated benefit calculation system cutoff day in the month for which payment is being calculated.

**88.50(3) Mode of payment.** The physician shall be paid individually unless a clinic or group practice elects to receive payment for all physicians participating under the clinic or group contract. The same mode of payment must be used for both patient management and regular Medicaid claims.

**88.50(4) Payment limit.** Payment shall be limited to \$3000 per month per patient manager no matter how many recipients are enrolled with the patient manager.

**441—88.51(249A) Utilization review and quality assessment.** Patient managers shall be monitored to ensure that recipients are able to access quality care and that utilization patterns and costs fall within acceptable standards. If overutilization or underutilization is apparent or quality of management service is inadequate, efforts shall be made to determine the reason and resolve problems, as necessary.

**88.51(1) Measured services.** Cost and units of service data will be reviewed for selected categories of service. This data shall be used to monitor overall utilization patterns and compare peer utilization patterns.

**88.51(2) Reports to patient managers.** Utilization information shall be provided on a periodic basis to patient managers to enable them to review their own utilization patterns and to review utilization by their enrollees. Patient managers will be responsible for reporting any discrepancies detected in this information to the department. The patient manager will be responsible for attempting to correct utilization behavior of recipients who appear from utilization reports to be inappropriate utilizers of medical services.

**88.51(3) Managed health care advisory committee.** Participating managed health care providers will be invited to assist the department or its agent in establishing and assessing goals of the state's Medicaid managed health care program. The department shall form a managed health care advisory committee made up of persons deemed appropriate by the department to review, advise and plan managed care goals with the department. Members may include representatives of MediPASS providers, HMO providers, FQHC providers, RHC providers, association representatives, and other public agencies as deemed appropriate by the department. The committee's functions may include, but are not limited to, the following:

*a.* Assist the department in developing procedures and parameters for utilization review and conduct further review of the utilization of patient managers whose pattern of utilization falls outside established parameters.

- b. Assist the department in establishing options for managed health care quality assessment.
- c. Assist the department in reviewing and making recommendations for action on quality of service-related grievances under the grievance procedure outlined in rule 441—88.49(249A).
- d. Assist the department in developing corrective action steps and recommendations for managed health care providers who have identifiable utilization or quality of management service deficiencies.
- e. Assist the department in developing standards and procedures for managed health care providers to use in performing review functions.
- f. Prepare or provide educational or informative articles to be used for patient education and health promotion.

**441—88.52(249A) Marketing.** A MediPASS provider may not distribute directly or through any agent or independent contractor marketing materials without the prior approval of the department, and may not distribute marketing materials that contain false or materially misleading information.

**88.52(1) Service market.** A MediPASS provider shall distribute any marketing materials to the entire service area or region.

**88.52(2) Prohibition of “cold-call” marketing.** MediPASS providers shall not, directly or indirectly, conduct door-to-door, telephonic, or other “cold-call” marketing of enrollment.

**441—88.53 to 88.60** Reserved.

DIVISION IV  
IOWA PLAN FOR BEHAVIORAL HEALTH

**441—88.61(249A) Definitions.**

“*Accredited*” shall mean an entity approved by the division of mental health and developmental disabilities of the department to provide mental health services.

“*Appeal*” shall mean the process defined in 441—Chapter 7 by which a Medicaid beneficiary or other recipient of services through the department, or the recipient’s designee, may request review of a certain decision made by the department or the contractor.

“*ASAM PPC2*” shall mean the American Society of Addiction Medicine Patient Placement Criteria for the Treatment of Substance-Related Disorders, Second Edition, published by the American Society of Addiction Medicine in 1996.

“*Assertive community treatment (ACT) program*” shall mean a program of comprehensive outpatient services provided in the community directed toward the amelioration of symptoms and the rehabilitation of behavioral, functional, and social deficits of persons with severe and persistent mental disorders and persons with complex symptomatology who require multiple mental health and supportive services to live in the community.

“*Beneficiary*” shall mean a person covered by Medicaid as determined by the department.

“*Capitation rate*” shall mean the fee the department pays monthly to the contractor for each enrolled Medicaid beneficiary for the provision of covered, required, and optional services, whether or not the enrollee received services during the month for which the fee is paid.

“*Certification*” shall mean the process of determining that a facility, equipment or an individual meets the requirements of federal or state law.

“*Clinical decision review*” shall mean the process by which enrollees, members, and participating and nonparticipating providers may request a review by the contractor of a decision made by an employee of the contractor regarding the prior authorization, denial, or payment for services.

“*Contract*” shall mean the contract between the department and the entity or entities selected by the department to implement the Iowa Plan. Contract sections related to Medicaid-funded services shall be interpreted to meet the requirements of the Code of Federal Regulations, Title 42, Part 434, as amended to March 27, 1996. The department of public health also shall be party to the contracts in relationship to the provision of substance abuse services to non-Medicaid persons served through the Iowa Plan.

“*Contractor*” shall mean each entity with whom the department contracts to provide covered, required and optional services for those beneficiaries enrolled in the Iowa Plan.

“*Coverage group*” shall mean a category of beneficiaries who meet certain common eligibility requirements.

“*Covered services*” shall mean mental health and substance abuse treatment services reimbursable based on provisions of the Medicaid state plan and paid through the fee-for-service payment system administered by the Medicaid fiscal agent.

“*Department*” shall mean the Iowa department of human services acting in cooperation with the department of public health for governance of the contract.

“*Designee*” shall mean an organization, person, or group of persons designated by the director to act on behalf of the department in the review or evaluation of services provided through the Iowa Plan.

“*Director*” shall mean the director of the Iowa department of human services.

“*Disenrollment*” shall mean the removal of an enrollee from the contractor’s enrollment list either through loss of eligibility or some other cause.

“*Emergency services*” shall mean those services required to meet the needs of an enrollee who is experiencing an acute crisis of a level of severity requiring immediate treatment where a failure to treat could result in death, injury, or lasting harm to the enrollee or serious danger to others.

“*Encounter data*” shall mean information reflecting a face-to-face meeting or other billable service furnished by a provider to a person served through the Iowa Plan. Medicaid encounter data must be submitted by the contractor to the department in an electronic format specified by the department.

“*Enrollee*” shall mean any Medicaid beneficiary who is enrolled in the Iowa Plan in accordance with the provisions of the contract.

“*Enrollment*” shall mean the inclusion of a Medicaid beneficiary on a contractor’s Medicaid enrollment file.

“*Enrollment area*” shall mean the geographical area in which the enrollees and members assigned by the department to the contractor reside.

“*Fee-for-service*” shall mean the method of making payment for Medicaid services reimbursable under the Medicaid state plan in which reimbursement is based on fees set by the department for defined services. Payment of the fee is based upon delivery of the defined services and is done through the Medicaid fiscal agent.

“*Grievance*” shall mean a nonclinical incident, nonclinical complaint, or nonclinical concern which is received verbally and which cannot be resolved in a manner satisfactory to enrollees or participating or nonparticipating providers by the immediate response of the contractor’s staff member or a nonclinical incident, nonclinical complaint, or nonclinical concern which is received in writing.

“*IJPC*” shall mean Iowa Juvenile Placement Criteria published by the department of public health.

“*Insolvency*” shall mean a financial condition that exists when an entity is unable to pay its debts as they become due in the usual course of business, or when the liabilities of the entity exceed its assets.

“*Integrated mental health services and supports*” shall mean individualized mental health services and supports planned jointly by the contractor, the enrollee, and others significant to the enrollee as appropriate, which are not regularly defined services otherwise offered by the contractor.

“*Iowa Plan*” shall mean the Iowa Plan for Behavioral Health, established by this division as the managed care plan to provide mental health and substance abuse treatment.

“*Licensed*” shall mean a facility, equipment, individual or entity that has formally met state requirements for licensure and has been granted a license.

“*Member*” shall be a person determined eligible for the state payment program by the division of mental health and developmental disabilities and designated by that division for inclusion in the Iowa Plan.

“*Mental health services*” shall mean those clinical, rehabilitative, or supportive services provided by an individual, agency, or other entity that is licensed, accredited, certified, or otherwise approved as required by law to treat any mental disorder listed in the International Classification of Diseases—Ninth Edition (ICD-9). At a minimum, covered disorders include the following ranges of the ICD-9: 290-302.9; 306-309.9; and 311-314.9. Additional code ranges may be included in the contract. Mental health services shall include, but not be limited to, those services listed at subrule 88.65(3).

“*MHI*” shall mean a state mental health institute operated by the department.

“*Open panel*” shall mean that the contractor shall subcontract with all providers who are appropriately licensed, certified, or accredited to provide covered, required, or optional services, and who meet the credentialing criteria, agree to the standard contract terms, and wish to participate.

“*Participating providers*” shall mean the providers of mental health and substance abuse services who subcontract with the contractor.

“*Prepaid health plan (PHP)*” shall mean an entity defined at Section 1903(m)(2)(B)(iii) of the Social Security Act and determined to be a PHP by the department based upon criteria set forth in the Code of Federal Regulations at Title 42, Part 434.20(a)(3), as amended to March 13, 1991.

“*Prior authorization*” shall mean the process by which an enrollee or a provider obtains approval prior to the initiation or continuation of a service as to the appropriateness of a service. The contractor may require prior authorization as a condition of payment. Prior authorization of a mental health service shall be based on psychosocial necessity. Prior authorization of a substance abuse service shall be based on service necessity.

*“Psychosocial necessity”* shall mean that clinical, rehabilitative, or supportive mental health services meet all of the following conditions. The services shall be:

1. Appropriate and necessary to the symptoms, diagnoses or treatment of a covered mental health diagnosis.
2. Provided for the diagnosis or direct care and treatment of a mental disorder.
3. Within standards of good practice for mental health treatment.
4. Required to meet the mental health needs of the enrollee and not primarily for the convenience of the enrollee, the provider, or the contractor.
5. The most appropriate type of service which would reasonably meet the needs of the enrollee in the least costly manner.

The determination of psychosocial necessity shall be made after consideration of the enrollee's clinical history, including the impact of previous treatment and service interventions; services being provided concurrently by other delivery systems; the potential for services and supports to avert the need for more intensive treatment; the potential for services and supports to allow the enrollee to maintain functioning improvement attained through previous treatment; unique circumstances which may impact the accessibility or appropriateness of particular services for an individual enrollee (e.g., availability of transportation, lack of natural supports including a place to live); and the enrollee's choice of provider or treatment location.

*“Required services”* shall mean mental health and substance abuse treatment services and supports which are not reimbursable through the Iowa Medicaid fee-for-service program but which are the contractual responsibility of the contractor.

*“Retroactive eligibility”* shall mean the period of time consisting of the three months preceding the month in which an application for Medicaid is filed, during which the person may be eligible for Medicaid coverage as determined by the department.

*“Routine care”* shall mean those clinical, rehabilitative, or supportive mental health or substance abuse services which are typically arranged through regular, scheduled appointments with a provider. Conditions requiring routine care are not likely to substantially worsen or cause damage or disruption to the recipient's life without immediate intervention.

*“Service necessity”* shall mean that substance abuse services for the treatment of conditions related to substance abuse meet the following requirements according to the criteria of the ASAM PPC2 or the IJPC, whichever is applicable. The services shall be:

1. Appropriate and necessary to the symptoms, diagnoses or treatment of a covered substance abuse diagnosis.
2. Provided for the diagnosis or direct care and treatment of a substance abuse disorder.
3. Within standards of good practice for substance abuse treatment.
4. Required to meet the substance abuse treatment needs of the enrollee and not primarily for the convenience of the enrollee, the provider, or the contractor.
5. The most appropriate type of service which would reasonably meet the needs of the enrollee in the least costly manner.



“*State payment program*” shall mean the program through which certain services are provided to persons who have no legal settlement in any Iowa county. The program is administered by the division of mental health and developmental disabilities.

“*Substance abuse licensed PMIC*” shall mean a psychiatric medical institution for children (PMIC) which also is licensed in accordance with Iowa Code chapter 125 to provide substance abuse treatment services.

“*Substance abuse services*” shall mean those clinical, rehabilitative, supportive and other services provided in response to and to alleviate the symptoms of any substance abuse disorder listed in the International Classification of Diseases—Ninth Edition (ICD-9), disorders 303 through 305.9, provided by an individual, agency, or other entity that is licensed, accredited, certified, or otherwise approved as required by law to treat any of these substance abuse disorders. Services include, but are not limited to, services listed at subrule 88.65(4).

“*Targeted case management services*” shall mean individual case management services targeted to persons with chronic mental illness as defined at Iowa Code section 225C.20 with standards set forth in 441—Chapter 24.

“*Third party*” shall mean an individual, entity, or program, excluding Medicaid, that is, may be, could be, should be, or has been liable for all or part of the cost of mental health and substance abuse services related to any medical assistance covered by Medicaid.

“*Urgent, nonemergency care*” shall mean those clinical, rehabilitative, or supportive services provided for conditions which, although they do not present immediate risk of death, injury, or lasting harm, may risk significant damage or disruption to the recipient’s life or require expeditious treatment to alleviate the prospect that the condition will substantially worsen without immediate intervention.

#### **441—88.62(249A) Participation.**

**88.62(1) Contract.** The department may enter into a contract for the provision of mental health and substance abuse services specified in 441—Chapter 78, or any portion thereof, with a prepaid health plan.

*a.* The department shall also determine that the contractor meet the following additional requirements:

(1) The contractor shall make the services it provides to enrollees at least as accessible as those services were to beneficiaries prior to the implementation of the Iowa Plan.

(2) The contractor shall comply with insolvency requirements established by the department in the contract and shall ensure that neither Medicaid enrollees nor the state shall be responsible for its debts if the contractor should become insolvent.

(3) The contractor shall be licensed by the department of commerce, division of insurance, as a limited service organization.

*b.* The contract shall meet the following minimum requirements. The contract shall:

- (1) Be in writing.
- (2) Specify the duration of the contract period.
- (3) List the services which must and may be covered.
- (4) Describe information access and disclosure.
- (5) List conditions for nonrenewal, termination, suspension, and modification.
- (6) Specify the method and rate of reimbursement.
- (7) Provide for disclosure of ownership and subcontractor relationships.
- (8) Specify that all subcontracts shall be in writing, shall comply with the provisions of the contract between the department and the contractor, and shall include any general requirements of the contract that are appropriate to the service or activity covered by the subcontract.

**88.62(2) *Assessment of penalties.*** Penalties shall be assessed according to terms of the contract for failure to perform in either of the following areas:

- a.* Substantial failure to provide necessary covered and required services included in this contract when the failure has seriously and adversely affected an enrollee.
- b.* Failure to comply with any provision of the contract.

#### **441—88.63(249A) Enrollment.**

**88.63(1) *Enrollment area.*** The enrollment area shall be set forth in the contract between the department and the contractor. The department has determined that all counties of the state will be covered by the Iowa Plan, whether by a single statewide contractor or by multiple regional contractors.

**88.63(2) *Beneficiaries subject to enrollment.*** All Medicaid beneficiaries shall be subject to mandatory enrollment in the Iowa Plan. Beneficiaries who are enrolled in the Iowa Plan are notified with a message on their medical card. When a coverage group is included or excluded from Iowa Plan enrollment, the department and the contractor shall jointly notify beneficiaries and participating and nonparticipating Medicaid providers prior to implementation of the change. The department shall implement a transition plan to ensure continuity of services to beneficiaries.

**88.63(3) *Others to be served.*** The department shall include persons in the state payment program in the Iowa Plan. The department may include other recipients of mental health and substance abuse services in the Iowa Plan. The department shall specify in the contract the services, persons to be served, and reimbursement methodology when other recipients are included.

**88.63(4) *Voluntary enrollment.*** There will be no voluntary enrollment in the Iowa Plan.

**88.63(5) *Effective date.*** For new beneficiaries, the effective date of enrollment with the contractor shall be the first day of the month the Medicaid application was filed in the county office. Beneficiaries under the age of 21 served at an MHI and beneficiaries served at a substance abuse licensed PMIC will be enrolled for months of retroactive eligibility for Medicaid when the beneficiary resided in a substance abuse licensed PMIC or MHI during those months.

For current beneficiaries who are no longer in an eligibility group excluded from the Iowa Plan, the effective date of enrollment shall be the first day of the month following the month they leave the excluded group.

**88.63(6) *Medical card.*** The department shall issue medical assistance eligibility cards to all Medicaid beneficiaries. This medical card shall include information to identify the beneficiary as an Iowa Plan enrollee.

**441—88.64(249A) Disenrollment.**

**88.64(1)** *Disenrollments by the department.* Disenrollments shall occur when:

a. The enrollee becomes ineligible for Medicaid. If the enrollee becomes ineligible and is later reinstated to Medicaid, enrollment in the Iowa Plan shall also be reinstated.

b. The enrollee is transferred to a coverage group excluded from the Iowa Plan.

c. The enrollee dies.

**88.64(2)** *Effective date.* Disenrollment shall be effective the first day of the month following the month of disenrollment.

**88.64(3)** *No disenrollment for health reasons.* No enrollee shall be disenrolled from the Iowa Plan because of an adverse change in health status, including mental health and substance abuse status.

**441—88.65(249A) Covered services.**

**88.65(1)** *Amount, duration, and scope of services.* The contractor may not impose limitations on the amount, duration, or scope of services provided which are not allowable under the Medicaid state plan. The contractor may, however, require the use of participating providers, require prior authorization for services other than emergency services as set forth in rule 441—88.66(249A), and direct enrollees to the appropriate level of care for receipt of those services which are the responsibility of the contractor.

**88.65(2)** *Enrollee use of Iowa Plan services.* Enrollees shall receive all Medicaid-funded covered, required, and optional mental health and substance abuse services only through the Iowa Plan. An enrollee shall use only participating providers of service unless the contractor has authorized a referral to a nonparticipating provider for provision of a service or treatment plan. Payment shall be denied under Medicaid fee-for-service on claims for covered, required, and optional mental health and substance abuse services provided to enrollees. The contractor shall implement policies to ensure that no participating or nonparticipating provider bills an enrollee for all or any part of the cost of a covered, required, or optional service.

**88.65(3)** *Covered, required and optional mental health services.*

a. The contractor shall ensure, arrange, monitor and reimburse, at a minimum, the following covered mental health services:

- (1) Ambulance services for psychiatric conditions.
- (2) Emergency room services for psychiatric conditions available 24 hours per day, 365 days per year.
- (3) Inpatient hospital care for psychiatric conditions.
- (4) Outpatient hospital care for psychiatric conditions including intensive outpatient services.
- (5) Partial hospitalization.
- (6) Day treatment.
- (7) Psychiatric physician services including consultations requested for enrollees receiving treatment for other medical conditions.
- (8) Services of a licensed psychologist for testing, evaluation and treatment of mental illness.
- (9) Services in state MHIs for enrollees under the age of 21 or through the age of 22 if the enrollee is hospitalized on the enrollee's twenty-first birthday.

- (10) Services provided through a community mental health center.
  - (11) Targeted case management services to persons with chronic mental illness.
  - (12) Medication management.
  - (13) Psychiatric nursing services by a home health agency.
  - (14) Psychiatric or psychological screenings required subsequent to evaluations for persons applying for admission to nursing homes.
  - (15) Mental health services determined necessary subsequent to an EPSDT screening meeting the Omnibus Budget Reconciliation Act of 1989, Public Law 101-239, requirements.
    - b.* The contractor shall ensure, arrange, monitor and reimburse the following required mental health services which are not reimbursable by Medicaid fee-for-service:
      - (1) Concurrent substance abuse and mental health services for those diagnosed with both chronic substance abuse and chronic mental illness.
      - (2) Services of a licensed social worker for treatment of mental illness.
      - (3) Mobile crisis services.
      - (4) Mobile counseling services.
      - (5) Integrated mental health services and supports.
      - (6) Psychiatric rehabilitation services.
      - (7) Peer support services for persons with chronic mental illness.
      - (8) Supported community living services.
      - (9) Periodic assessment of the level of functioning for each enrollee who meets the criteria of either a child with a serious emotional disability or a person with serious and persistent mental illness. The assessment is to be conducted by appropriately credentialed participating providers.
      - (10) Programs of assertive community treatment.
    - c.* The contractor may develop optional services and supports to address the mental health needs of enrollees. These optional services and supports shall be implemented only after approval by the department. Optional services and supports shall be provided by or under the supervision of qualified mental health professionals or appropriately accredited agencies.
    - d.* The department may require the coverage of other mental health services and supports under the terms of the contract.
- 88.65(4)** *Covered and required substance abuse services.* The contractor shall ensure, arrange, monitor and reimburse the following services for the treatment of substance abuse:
- a.* Outpatient (all Level I as per ASAM PPC2 and IJPC).
  - b.* Intensive outpatient and partial hospitalization (all Level II as per ASAM PPC2 and IJPC).
  - c.* Residential/inpatient services (all Level III as per ASAM PPC2 and IJPC).
  - d.* Medically managed intensive inpatient (all Level IV as per ASAM PPC2 and IJPC).
  - e.* Detoxification.
  - f.* PMIC substance abuse treatment services.
  - g.* Emergency room services for substance abuse conditions available 24 hours a day, 365 days a year.

- h. Ambulance services for substance abuse conditions.
- i. Substance abuse treatment services determined necessary subsequent to an EPSDT screening meeting the Omnibus Budget Reconciliation Act of 1989, Public Law 101-239, requirements.
- j. Intake, assessment, evaluation and diagnostic services, including testing for alcohol and drugs, to determine a substance abuse diagnosis.

**88.65(5) Covered diagnoses.** Services for a covered diagnosis cannot be denied solely on the basis of an individual's also having a noncovered diagnosis. Mental health services, including inpatient care, cannot be denied solely on the basis of an individual's having no Axis I diagnosis. The contractor will be responsible for ensuring, arranging, monitoring, and reimbursing services necessary for the behavioral care and treatment of the covered diagnoses for Iowa Plan enrollees who are diagnosed with a covered diagnosis and a noncovered diagnosis.

The services defined at subrules 88.65(3) and 88.65(4) shall be provided to all Iowa Plan enrollees who meet the diagnostic criteria for the following disorders listed in the International Classification of Diseases—Ninth Edition (ICD-9):

1. Mental health: 290-302.9; 306-309.9; 311-314.9.
2. Substance abuse: 303-305.9.

**88.65(6) Excluded services.** Unless specifically included in the contract, the contractor shall not be required to provide long-term care (e.g., residential care facilities, nursing facilities, state hospital schools, or intermediate care facilities for persons with mental retardation) or services provided as part of the Medicaid rehabilitative treatment services as set forth in 441—Chapter 185.

#### **441—88.66(249A) Emergency services.**

**88.66(1) Availability of services.** The contractor shall ensure that emergency services for covered diagnoses are available 24 hours a day, seven days a week, either through participating providers or through arrangements with other providers.

**88.66(2) Payment for emergency room services.** Emergency room services for covered diagnoses shall be reimbursed for enrollees regardless of whether authorized in advance or whether the provider of service is a participating provider.

a. For emergency room services provided to an Iowa Plan enrollee by a participating or a nonparticipating provider when covered diagnoses are the primary condition, the contractor may:

- (1) Establish policies requiring notification of the provision of emergency room service within a stated time frame which shall be no less than 48 hours.
- (2) Require authorization of any services beyond those provided in the emergency room.

b. For emergency room services provided to an Iowa Plan enrollee by a participating or a nonparticipating provider when covered diagnoses are the primary condition, the contractor shall:

- (1) Provide a minimum triage fee to the emergency room, regardless of whether the facility notifies the contractor. The triage fee shall be no less than is paid under payment mechanisms established for the Medicaid fee-for-service program.
- (2) Reimburse the emergency room for emergency room services provided, contingent upon the facility's compliance with notification policies. Reimbursement to nonparticipating providers shall be no less than the average payment which would be made to a participating provider.

**88.66(3) Contractor payment liability.** The contractor's payment liability for the provision of emergency mental health and substance abuse services by nonparticipating providers is limited to emergency mental health and substance abuse services provided before the enrollee can, without danger or harmful consequences to the enrollee or others, return to the care of a participating provider. If transportation is necessary to transport the enrollee from a nonparticipating provider to a participating provider, the contractor shall be financially liable for the transportation. In reimbursing nonparticipating providers, the contractor's liability is limited to the average reimbursement which the contractor would pay to a participating provider for the same services.

**88.66(4) Notification and claim filing time spans.** The contractor may set notification and claim filing time limitations in the event of the provision of care by nonparticipating providers and shall notify enrollees of these provisions. However, failure to give notice or to file claims within those time limitations shall not invalidate any claim if it can be shown that it was not reasonably possible to give the notice and that notice was, in fact, given as soon as was reasonably possible. In addition, the contractor shall provide payment for emergency services to nonparticipating providers within 60 days of receipt of a bill which complies with all billing requirements established by the contractor's policies.

#### **441—88.67(249A) Access to service.**

**88.67(1) Choice of provider.** Enrollees shall have the opportunity to choose their mental health care and substance abuse treatment professionals and service providers from any of the participating providers to the extent clinically appropriate.

**88.67(2) Open panel requirement.** The contractor shall establish and implement policies to ensure an open panel approach to the recruitment of participating providers.

**88.67(3) Requirements for participating provider panel.** The contractor shall develop and maintain a panel of participating providers which meets the following requirements. The panel shall:

*a.* Have sufficient staff resources to adequately provide mental health and substance abuse services to meet the needs of enrollees or have arrangements for services to be provided by other providers where capability of participating providers to serve specific mental health and substance abuse needs does not exist.

*b.* Maintain treatment sites in compliance with all applicable local, state, and federal standards related to the services provided as well as those for fire and safety.

**88.67(4) Adequate appointment system.** The contractor shall require that participating providers have procedures for the scheduling of enrollee appointments, which are appropriate to the reason for the service, as follows:

*a.* Enrollees with emergency needs shall be seen within 15 minutes of presentation at a service delivery site.

*b.* Persons with urgent nonemergency needs shall be seen within 1 hour of presentation at a service delivery site or within 24 hours of telephone contact with provider or contractor.

*c.* Persons with persistent symptoms shall be seen within 48 hours of reporting symptoms.

*d.* Persons with need for routine services shall be seen within three weeks of the request for appointment.

**88.67(5) Adequate after-hours call-in coverage.** The contractor shall ensure crisis counseling and referral are available 24 hours a day, 365 days per year via a toll-free telephone line, the number for which is regularly made available to all enrollees.

**88.67(6) Adequate referral system.** The contractor shall have in effect arrangements which provide for an adequate referral system for any specialty mental health and substance abuse treatment services not available through participating providers.

**88.67(7) Discharge planning.** The contractor shall implement policies to ensure that no enrollee who has been receiving services in a 24-hour setting funded by the contractor is discharged from that setting until a discharge plan has been developed which provides appropriate follow-up care and treatment which is accessible to that enrollee.

#### **441—88.68(249A) Review of contractor decisions and actions.**

**88.68(1) Clinical decision review.** The contractor shall have written procedures by which enrollees and participating and nonparticipating providers may request a clinical decision review. The clinical decision review, when requested, shall be conducted by staff other than the person or persons who made the original clinical care decision. All policies related to clinical decision review shall be approved by the department prior to implementation. The contractor's clinical decision review policies shall further:

- a. Require acknowledgment of the receipt of a request for a clinical decision review to the enrollee and to the provider if applicable within three working days.
- b. Allow for participation by the enrollee and the provider.
- c. Set time frames for resolution including emergency procedures which are appropriate to the nature of the clinical decision under review.
- d. Require that 95 percent of all clinical decision reviews be resolved within 14 days of receipt of all required documentation and that 100 percent of all clinical decision reviews be resolved within 90 days of the receipt of all required documentation.
- e. Ensure the participation of contractor staff with authority to require corrective action.
- f. Include at least one level of internal review.
- g. Ensure the confidentiality of the enrollee.

**88.68(2) Appeal to department.** Enrollees and members may appeal clinical care decisions in accordance with the appeal process available to all persons receiving Medicaid-funded services as set forth in 441—Chapter 7 if the enrollee or member is not satisfied with the final decision rendered by the contractor through the contractor's clinical decision review process.

**88.68(3) Review of nonclinical decisions.** The contractor shall have available to all enrollees and other persons who do business with the contractor a process for the review of any complaints or grievances concerning nonclinical matters. All policies related to the review of nonclinical decisions shall be approved by the department prior to implementation. Policies regarding the process for the review of nonclinical decisions shall incorporate the following:

- a. Allow initiation both verbally and in writing.
- b. Require a review conducted by someone other than the person who made the original decision.
- c. Require written notice acknowledging the receipt of a complaint or grievance.
- d. Require resolution of 95 percent of all complaints or grievances within 14 days of the receipt of all required documentation and resolution of 100 percent within 90 days of the receipt of all required documentation.

**88.68(4)** *Written record.* All requests for review of contractor decisions and actions, including all informal or verbal complaints which must be referred or researched for resolution, shall be recorded in writing. A log shall be retained and made available at the request of the department. The log shall include progress notes and method of resolution to allow determination of compliance with subrules 88.68(1) and 88.68(3).

**88.68(5)** *Information concerning procedures relating to the review of contractor decisions and actions.* The contractor's written procedures for the review of contractor decisions and actions shall be provided to each new enrollee, to participating providers in a provider manual, and to nonparticipating providers upon request.

**88.68(6)** *Periodic reports to the department.* The contractor shall make reports to the department summarizing the review of contractor decisions and actions and resolutions to the reviews at a frequency specified in the contract.

#### **441—88.69(249A) Records and reports.**

**88.69(1)** *Records system.* The contractor shall document and maintain clinical and fiscal records throughout the course of the contract. The record system shall:

- a. Identify transactions with or on behalf of each enrollee by the state identification number assigned to the enrollee by the department.
- b. Provide a rationale for and documentation of clinical care decisions made by the contractor based upon psychosocial necessity for mental health services and service necessity for substance abuse services.
- c. Permit effective professional review for medical audit processes.
- d. Facilitate an adequate system for monitoring treatment reimbursed by the contractor including follow-up of the implementation of discharge plans and referral to other providers.
- e. Meet contract reporting requirements and federal reporting requirements applicable to prepaid health plans.

**88.69(2)** *Content of individual treatment record.* The contractor shall have contractual requirements with participating providers which ensure an adequate record-keeping system, including documentation of all Iowa Plan services provided to each enrollee, in compliance with the provisions of rule 441—79.3(249A).

**88.69(3)** *Confidentiality of mental health information.* The contractor shall protect and maintain the confidentiality of mental health information by implementing policies for staff and through contract terms with participating providers which allow release of mental health information only as allowed by Iowa Code chapter 228.

**88.69(4)** *Confidentiality of substance abuse information.* The contractor shall protect and maintain the confidentiality of substance abuse information by implementing policies for staff and through contract terms with participating providers which allow release of substance abuse information only in compliance with policies set forth in the Code of Federal Regulations at Title 42, Part 2, as amended to May 5, 1995, and other applicable state and federal law and regulations.



**88.69(5) Reports to the department.** The contractor shall submit reports to the department as follows:

- a. Encounter data on a monthly basis.
- b. Annual audited financial statements no later than 180 days after the close of each contract year.
- c. Periodic financial, utilization, and statistical reports as required by the department in the contract.
- d. Other reporting requirements as specified in the contract.

**88.69(6) Audits.** The department or its designee and the U.S. Department of Health and Human Services (HHS) may evaluate through inspections or other means the quality, appropriateness, and timeliness of services performed by the contractor, participating providers, nonparticipating providers, and subcontractors pertaining to services performed and reimbursed under the contract. The department or its designee or HHS may audit and inspect any records of the contractor, participating providers, nonparticipating providers and subcontractors of the contractor, pertaining to services performed and the determination of amounts paid under the contract. These records shall be made available at times, places, and in a manner as authorized representatives of the department, its designee, or HHS may request.

**441—88.70(249A) Marketing.** The marketing of Iowa Plan services is prohibited.

**441—88.71(249A) Enrollee education.**

**88.71(1) Use of services.** The contractor shall provide written information to all enrollees on the use of services the contractor is responsible to ensure, arrange, monitor, and reimburse. Information must include services covered; how to access services; providers participating; explanation of the process for the review of contractor decisions and actions, including the enrollee's right to a fair hearing under 441—Chapter 7 and how to access that fair hearing process; provision of after-hours and emergency care; procedures for notifying enrollees of a change in benefits or office sites; how to request a change in providers; statement of consumer rights and responsibilities; out-of-area use of service; availability of toll-free telephone information and crisis assistance; appropriate use of the referral system; and the method of accessing Medicaid-funded services not covered by the Iowa Plan, especially pharmacy services.

**88.71(2) Outreach to beneficiaries with special needs.** The contractor shall provide enhanced outreach to beneficiaries with special needs including, but not limited to, persons with psychiatric disabilities, mental retardation or other cognitive impairments, homeless persons, illiterate persons, non-English-speaking persons and persons with visual or hearing impairments.

**88.71(3) Patient rights and responsibilities.** The contractor shall have in effect a written statement of patient rights and responsibilities which is available upon request as well as issued to all new enrollees. This statement shall be part of enrollment information provided to all new enrollees.

**441—88.72(249A) Payment to the contractor.**

**88.72(1) Capitation rate.** In consideration for all services rendered by the contractor under a Medicaid contract with the department, the contractor shall receive a payment each month for each enrollee. This Medicaid capitation rate represents the total obligation of the department with respect to the costs of Medicaid mental health and substance abuse services provided to enrollees under the contract. The contractor accepts the rate as payment in full for the Medicaid-contracted services.

**88.72(2) Determination of rate.** The Medicaid capitation rates shall be established in the contract and shall not exceed the cost to the department of providing the same covered services on a fee-for-service basis to the same group of Medicaid beneficiaries eligible for the plan.

**88.72(3) Payment for services to other recipients.** When the department chooses to include mental or substance abuse services for recipients other than enrollees, the department shall establish rates and reimbursement procedures in the contract.

**88.72(4) Third-party liability.** If an enrollee has health coverage or a responsible party other than the Medicaid program available for purposes of payment for mental health and substance abuse expenses, it is the right and responsibility of the contractor to investigate these third-party resources and attempt to obtain payment. The contractor may retain all funds collected through third-party sources. A complete record of third-party liability shall be maintained and made available to the department at the end of each contract year.

**441—88.73(249A) Claims payment.**

**88.73(1) Claims payment by contractor.** The contractor shall meet the following time lines for the payment of all claims for covered, required and optional mental health and substance abuse services submitted which meet the contractor's requirements for claim submission:

a. For at least 85 percent of claims submitted, payment shall be mailed or claims shall be denied within 14 days of the date the claim is received by the contractor.

b. For at least 90 percent of claims submitted, payment shall be mailed or claims shall be denied within 30 days of the date the claim is received by the contractor.

c. For 100 percent of claims submitted, payment shall be mailed or claims shall be denied within 90 days of the date the claim is received by the contractor.

**88.73(2) Limits on payment responsibility for services other than emergency room services.** The contractor is not required to reimburse providers for the provision of mental health services that do not meet the criteria of psychosocial necessity. The contractor is not required to reimburse providers for the provision of substance abuse services which do not meet the criteria of service necessity. The contractor has the right to require prior authorization of covered, required and optional services and to deny reimbursement to providers who do not comply with such requirements. Payment responsibilities for emergency room services are as provided at subrule 88.66(2).

**88.73(3) Payment to nonparticipating providers.** In reimbursing nonparticipating providers, the contractor is obligated to pay no more than the average rate of reimbursement which the contractor pays to participating providers for the same service.

**88.73(4) Payment of crossover and copayments.** The contractor shall pay crossover claims for Medicare deductible and copayment amounts for those beneficiaries who use Medicare-covered mental health and substance abuse services.

**441—88.74(249A) Quality assurance.** The contractor shall have in effect an internal quality assurance system which meets the requirements of 42 CFR, Part 434.34 as amended to March 12, 1984, and complies with all other requirements specified in the contract.

**441—88.75(249A) Iowa Plan advisory committee.** The department shall appoint an advisory committee to advise the department in the implementation and operation of the Plan and to provide for ongoing public input in its operation.

These rules are intended to implement Iowa Code section 249A.4.

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