Senate File 2336

S-5199

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Amend Senate File 2336 as follows:

- 1. Page 1, line 23, by striking <35.00> and 3 inserting <35.00 36.00>
- 2. By striking page 1, line 33, through page 2, 5 line 1, and inserting:
- <2. The amount appropriated in this section 6 7 includes additional funding of \$225,000 for delivery of 8 long-term care services to seniors with low or moderate 9 incomes.>
- 3. Page 2, line 32, after <advocate> by inserting 11 <to administer the certified volunteer long-term care 12 resident's advocate program pursuant to section 231.45 13 as enacted in this 2012 Act>
- 4. Page 3, line 18, by striking <26,003,190> and 15 inserting <25,653,190>
- Page $\overline{3}$, line $\overline{21}$, by striking $\langle \$5,753,830 \rangle$ and 17 inserting <\$5,403,830>
 - 6. Page 3, line 31, after <(2)> by inserting <(a)>
 - Page 3, after line 35 by inserting:
- 20 <(b) For the fiscal year beginning July 1, 2012, 21 and ending June 30, 2013, the terms of a chapter 22 28D agreement, entered into between the division of 23 tobacco use prevention and control of the department 24 of public health and the alcoholic beverages division 25 of the department of commerce, governing compliance 26 checks conducted to ensure licensed retail tobacco 27 outlet conformity with tobacco laws, regulations, and 28 ordinances relating to persons under eighteen years of 29 age, shall restrict the number of such checks to one 30 check per retail outlet, and one additional check for 31 any retail outlet found to be in violation during the 32 first check.> 33
- Page 11, line 16, by striking <3,419,028> and 8. 34 inserting <3,919,028>
 - 9. Page 12, after line 25 by inserting:
- <j. For provision of early prevention screening 36 37 by pap smear and advanced screening by colposcope for 38 women with incomes below 300 percent of the federal 39 poverty level, as defined by the most recently revised 40 poverty income guidelines issued by the United States 41 department of health and human services, who are 42 not covered by a third-party payer health policy or 43 contract that pays for such procedures and related 44 laboratory services:
- 500,000 45 _....\$
- The department shall distribute the amount 46 47 appropriated in this lettered paragraph to providers 48 on behalf of eligible persons within the target 49 population.>
 - 10. Page 12, line 31, by striking <5,822,987> and

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1 inserting <5,634,547>
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11. By striking page 15, line 26, through page 16, 3 line 6, and inserting:

<h. (1) Of the funds appropriated in this 5 subsection, \$74,500 shall be used for continued 6 implementation of the recommendations of the direct 7 care worker task force established pursuant to 2005 8 Iowa Acts, chapter 88, based upon the report submitted 9 to the governor and the general assembly in December 10 2006. The department may use a portion of the funds 11 allocated in this lettered paragraph for an additional 12 position to assist in the continued implementation.>

- 12. Page 18, line 10, by striking <2,895,847> and 13 14 inserting <2,395,847>
- 13. By striking page 18, line 30, through page 19, 15 16 line 6.
- Page 19, line 12, by striking <2,879,127> and 17 14. 18 inserting <3,067,567>
 - Page 19, after line 29 by inserting:
- 19 20 Of the funds appropriated in this subsection, <d. 21 \$337,440 shall be used for the purposes of the board 22 of direct care professionals as established pursuant 23 to the division of this 2012 Act enacting new Code 24 chapter 152F. The direct care worker advisory council 25 established pursuant to 2008 Iowa Acts, chapter 1188, 26 section 69, may continue to provide expertise and 27 leadership relating to the recommendations in the 28 advisory council's final report submitted to the 29 governor and the general assembly in March 2012.>
- Page 32, line 18, by striking <845,251,256> and 31 inserting <845,601,256>
- 17. Page 34, line 11, after <eligibility> by 32 33 inserting <and premium accounts>
- Page 34, line 25, by striking <are appropriated 34 18. 35 to and>
- 19. Page 37, line 12, by striking <\$128,940> and 36 37 inserting <\$141,450>
- 20. Page 41, line 13, after <section. > by inserting 38 39 <The department may transfer funds appropriated in this</p> 40 section to the appropriation made in this division of 41 this Act for adoption subsidy to support the adjustment 42 in reimbursement rates for specified child welfare 43 providers as provided in this 2012 Act.>
- 21. Page 41, line 15, by striking <\$31,372,177> and 45 inserting <\$31,438,622>
- 22. Page 42, line 19, by striking <\$7,370,116> and 46 47 inserting <\$7,385,639>
- Page 48, line 6, after <subsidy. > by inserting 48 49 <The department may transfer funds appropriated in this 50 section to the appropriation made in this division of

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1 this Act for child and family services to support the
 2 adjustment in reimbursement rates for specified child
 3 welfare providers as provided in this 2012 Act.>
      24. Page 53, line 10, by striking <95.90> and
 5 inserting <115.50>
          Page 54, line 18, by striking <285.00> and
 6
 7
   inserting < 285.00 295.00>
      26. Page 55, line 26, by striking <$237,226,901>
 9 and inserting <$239,726,901>
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      27. Page 55, after line 26 by inserting:
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             . 2011 Iowa Acts, chapter 129, section
12 141, subsection 1, paragraph a, is amended by adding
13 the following new subparagraph:
      NEW SUBPARAGRAPH. (1A) For the fiscal year
15 beginning July 1, 2012, and ending June 30, 2013,
16 and within the total state funding amount identified
17 in subparagraph (1), the department shall distribute
18 not more than $2,500,000 in reimbursement to nursing
19 facilities by adjusting the statewide median of the
20 direct care component of nursing facility costs based
21 upon the most recent cost report submitted by the
22 nursing facility for the period ending on or before
23 December 31, 2011, and inflating these costs forward to
24 July 1, 2012, by using the midpoint of each cost report
25 and applying the skilled nursing facility market basket
26 index. The department shall adjust the reimbursement
27 calculated under this subparagraph as necessary to
28 maintain expenditures of the nursing facility budget
29 within the state funding amount specified in this
30 subparagraph and within the total state funding amount
31 identified in subparagraph (1) for the fiscal year.>
          Page 55, by striking lines 34 and 35 and
32
33 inserting < single rate of range between $4.34 per
34 prescription or the pharmacy's usual and customary fee,
35 whichever is lower, and $11.10 per prescription.
36 actual dispensing fee set within the range shall be
37 determined by a cost of dispensing survey performed
38 by the department and required to be completed by all
39 medical assistance program participating pharmacies.
40 However,>
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      29. Page 56, by striking lines 5 through 14 and
42 inserting:
43
           The department shall implement an average
44 acquisition cost reimbursement methodology for all
45 drugs covered under the medical assistance program.
46 The methodology shall utilize a survey of pharmacy
47 invoices from a rotation of pharmacies in determining
48 the average acquisition cost component of pharmacy
49 reimbursement. Pharmacies and providers that are
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50 enrolled in the medical assistance program shall make

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1 available drug acquisition cost invoice information,
 2 product availability information if known, and other
 3 information deemed necessary by the department to
 4 assist the department in monitoring and revising the
 5 reimbursement rates and for efficient operation of
 6 the pharmacy benefit. The department shall provide a
 7 process for pharmacies to address average acquisition
 8 cost prices that are not reflective of the actual cost
 9 of a drug.>
      30.
          By striking page 57, line 15, through page 58,
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11 line 8, and inserting:
     <PROVIDER REIMBURSEMENT — SPECIFIED CHILD WELFARE</pre>
12
13
                          PROVIDERS
14
           . 2011 Iowa Acts, chapter 129, section 141,
15 is amended by adding the following new subsection:
      NEW SUBSECTION. 6A. For the fiscal year beginning
17 July 1, 2012, the department shall adjust the
18 foster family basic daily maintenance rate, the
19 maximum adoption subsidy rates for children, the
20 family-centered service providers rate, the family
21 foster care service providers rate, the group foster
22 care service providers rate, and the resource family
23 recruitment and retention contractor rate, as such
24 rates are identified in this section and were in effect
25 on June 30, 2012, in order to distribute an additional
26 $3,070,512 in state reimbursements equitably to such
27 providers for the fiscal year.>
      31. Page 62, line 34, by striking <290,000> and
28
29 inserting <540,000>
      32. Page 64, line 9, by striking <1,956,245> and
31 inserting <<del>1,956,245</del> 4,106,245>
      33. Page 66, after line 19 by inserting:
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33
          For transfer to the department of public health
34 to be used for tobacco use prevention, cessation, and
35 treatment through support of Quitline Iowa:
                                                  350,000>
36 ..... $
      34. Page 68, line 22, by striking <2,654,238> and
38 inserting <2,405,936>
      35. Page 69, line 14, by striking <REDESIGN> and
40 inserting <MEDICAL ASSISTANCE PROGRAM ADDITIONAL
41 FUNDING>
42
      36. Page 69, by striking lines 20 through 22 and
43 inserting:
      <For the medical assistance program appropriation
45 for the fiscal year for the expense of replacing
46 the enhanced match rate provided through the federal
47 American Recovery and Reinvestment Act of 2009 and
48 for the reduction in the federal medical assistance
49 percentage associated with the mental health and
50 disabilities services for which the match has been paid
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l by counties:>

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- 37. Page 74, after line 6 by inserting: <Sec. NEW SECTION. 8A.441 Medication therapy 4 management.
- 1. As used in this section, unless the context 6 otherwise requires:
- a. "Eligible employee" means an employee of the 8 state, with the exception of an employee of the state 9 board of regents or institutions under the state board 10 of regents, for whom group health plans are established 11 pursuant to chapter 509A providing for third-party 12 payment or prepayment for health or medical expenses.
- "Medication therapy management" means a 13 14 systematic process performed by a licensed pharmacist, 15 designed to improve quality outcomes for patients 16 and lower health care costs, including emergency 17 room, hospital, provider, and other costs, by 18 optimizing appropriate medication use linked directly 19 to achievement of the clinical goals of therapy. 20 Medication therapy management shall include all of the 21 following services:
- (1) A medication therapy review and in-person 23 consultation relating to all medications, vitamins, and 24 herbal supplements currently being taken by an eligible 25 individual.
- (2) A medication action plan, subject to the 27 limitations specified in this section, communicated 28 to the individual and the individual's primary care 29 physician or other appropriate prescriber to address 30 issues including appropriateness, effectiveness, 31 safety, drug interactions, and adherence. The 32 medication action plan may include drug therapy 33 recommendations to prescribers that are needed to meet 34 clinical goals and achieve optimal patient outcomes.
- 35 (3) Documentation and follow-up to ensure 36 consistent levels of pharmacy services and positive 37 outcomes.
- 38 2. a. The department shall utilize a request for 39 proposals process and shall enter into a contract for 40 the provision of medication therapy management services 41 for eligible employees who meet any of the following 42 criteria:
- 43 (1) An individual who takes four or more 44 prescription drugs to treat or prevent two or more 45 chronic medical conditions.
- 46 (2) An individual with a prescription drug therapy 47 problem who is identified by the prescribing physician 48 or other appropriate prescriber, and referred to a 49 pharmacist for medication therapy management services.
 - (3) An individual who meets other criteria

1 established by the third-party payment provider
2 contract, policy, or plan.

- The contract shall require the entity to provide 4 annual reports to the general assembly detailing 5 the costs, savings, estimated cost avoidance and 6 return on investment, and improved patient outcomes 7 related to the medication therapy management services 8 provided. The entity shall guarantee demonstrated 9 annual savings for overall health care costs, including 10 emergency room, hospital, provider, and other costs, 11 with savings including associated cost avoidance, at 12 least equal to the program's costs with any shortfall 13 amount refunded to the state. The contract shall 14 include terms, conditions, and applicable measurement 15 standards associated with the demonstration of savings. 16 The department shall verify the demonstrated savings 17 reported by the entity were achieved in accordance with 18 the agreed upon measurement standards. The entity 19 shall be prohibited from using the entity's employees 20 to provide the medication therapy management services 21 and shall instead be required to contract with licensed 22 pharmacies, pharmacists, or physicians.
- c. The department may establish an advisory
 committee comprised of an equal number of physicians
 and pharmacists to provide advice and oversight in
 evaluating the results of the program. The department
 shall appoint the members of the advisory committee
 based upon designees of the Iowa pharmacy association,
 the Iowa medical society, and the Iowa osteopathic
 medical association.
- 31 d. The fees for pharmacist-delivered medication
 32 therapy management services shall be separate from
 33 the reimbursement for prescription drug product or
 34 dispensing services; shall be determined by each
 35 third-party payment provider contract, policy, or plan;
 36 and must be reasonable based on the resources and time
 37 required to provide the service.
- 38 e. A fee shall be established for physician
 39 reimbursement for services delivered for medication
 40 therapy management as determined by each third-party
 41 payment provider contract, policy, or plan, and must be
 42 reasonable based on the resources and time required to
 43 provide the service.
- 44 f. If any part of the medication therapy management 45 plan developed by a pharmacist incorporates services 46 which are outside the pharmacist's independent scope 47 of practice including the initiation of therapy, 48 modification of dosages, therapeutic interchange, or 49 changes in drug therapy, the express authorization 50 of the individual's physician or other appropriate

l prescriber is required.>

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- Page 74, line 16, by striking <annually>
- By striking page 74, line 35, through page 75, 4 line 1, and inserting:
- <3. The authority shall allocate moneys in the 6 fund to the extent available for the development of 7 supportive housing or the>
 - 40. Page 77, after line 35 by inserting:
- <Sec. ___. NEW SECTION. 249A.17 Reimbursement for 9 10 providers of outpatient clinical services for children.
- Providers that meet the criteria specified in 12 subsection 2, shall receive cost-based reimbursement 13 for one hundred percent of the reasonable costs, as 14 determined by Medicare reimbursement principles, for 15 provision of outpatient clinical services for children 16 who are recipients of medical assistance.
- 17 In order to be eligible for reimbursement under 2. 18 this section, a provider shall be an accredited, 19 nonprofit agency that meets all of the following 20 criteria:
- Provides clinical outpatient services to a. 22 children of whom at least sixty percent are recipients 23 of medical assistance.
- Provides at least three children's mental health b. 25 services including inpatient services, outpatient 26 services, psychiatric and psychological services, and 27 behavioral health intervention services.
- 28 c. Directly employs a psychiatrist, psychologist, 29 and licensed therapist.>
 - 41. Page 79, after line 12 by inserting:
- 31 . COST-BASED REIMBURSEMENT — PROVIDERS OF <Sec. 32 CHILDREN'S OUTPATIENT CLINICAL SERVICES.
- 33 The department of human services shall seek 34 federal approval to amend the medical assistance 35 program state plan and shall amend the contract 36 with the department's managed care contractor for 37 behavioral health services under the medical assistance 38 program to provide medical assistance reimbursement to 39 providers that meet the criteria specified in section 40 249A.17, as enacted in this division of this Act, at 41 100 percent of the reasonable costs for recipients of 42 medical assistance for outpatient clinical services for 43 children.
- Implementation of section 249A.17, as enacted 45 in this division of this Act, is contingent upon 46 receipt of federal approval and limited to the funding 47 made available through amending the contract with the 48 managed care contractor.
- The department shall adopt rules pursuant to 50 chapter 17A to provide reimbursement for outpatient

1 clinical services for children as described in this 2 section. The rules shall provide that reimbursement 3 shall initially be paid on an interim basis and 4 subsequently adjusted retroactively based on submission 5 of financial and statistical reports as required by the 6 department.> 7 42. Page 79, before line 13 by inserting: <Sec. . EFFECTIVE UPON ENACTMENT. The section 9 of this division of this Act enacting section 8A.441, 10 being deemed of immediate importance, takes effect upon 11 enactment.> 12 43. Page 85, after line 4 by inserting: <12. Establish a grace period during which a newly 13 14 employed individual may provide direct care services 15 before being required to complete the appropriate level 16 of certification under this chapter.>

JACK HATCH