

LOCAL GOVERNMENT: Wells, Chair; Fraise and Taylor

*How House Business 4/11/87
Do Pass 4/10 (p. 1263)*

FILED JAN 28 1987

SENATE FILE 76
BY HOLT

Passed Senate, Date 3-26-87 (p. 913) Passed House, Date 4-14-87 (p. 1362)
Vote: Ayes 45 Nays 0 Vote: Ayes 97 Nays 0
Approved April 23, 1987 (p. 1492)

A BILL FOR

1 An Act relating to third-party payor reimbursements for patient
2 charges at a mental health institute.
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

- 4
- 5
- 6
- 7
- 8
- 9
- 10
- 11
- 12
- 13
- 14
- 15
- 16
- 17
- 18
- 19
- 20
- 21
- 22
- 23
- 24
- 25

SF 76

1 Section 1. Section 230.20, subsections 2 and 5, Code 1987,
2 are amended to read as follows:

3 2. The superintendent shall certify to the director of
4 revenue and finance the billings to each county for services
5 provided to patients chargeable to the county during the
6 preceding calendar quarter. The county billings shall be
7 based on the average daily patient charge and other service
8 charges computed pursuant to subsection 1, and the number of
9 inpatient days and other service units chargeable to the
10 county. However, a county billing shall be decreased by an
11 amount equal to reimbursement by a third party payor or
12 estimation of such reimbursement from a claim submitted by the
13 superintendent to the third party payor for the preceding
14 calendar quarter. When the actual third party payor
15 reimbursement is greater or less than estimated, the
16 difference shall be reflected in the county billing in the
17 calendar quarter the actual third party payor reimbursement is
18 determined.

19 5. An individual statement shall be prepared for a patient
20 on or before the fifteenth day of the month following the
21 month in which the patient leaves the mental health institute,
22 and a general statement shall be prepared at least quarterly
23 for each county to which charges are made under this section.
24 Except as otherwise required by sections 125.33 and 125.34 the
25 general statement shall list the name of each patient
26 chargeable to that county who was served by the mental health
27 institute during the preceding month or calendar quarter, and
28 the amount due on account of each patient, and the specific
29 dates for which any third party payor reimbursement received
30 by the state is applied to the statement and billing, and the
31 county shall be billed for eighty percent of the stated charge
32 for each patient specified in this subsection. The statement
33 prepared for each county shall be certified by the department
34 to the director of revenue and finance and a duplicate
35 statement shall be mailed to the auditor of that county.

EXPLANATION

1
2 This bill requires the superintendent of a mental health
3 institute to file third party payor reimbursement claims for
4 services provided to patients and to reflect actual or
5 estimated reimbursement on quarterly county billings. This
6 bill also requires the superintendent to reflect the dates for
7 applicable reimbursement on the quarterly county statement.

8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28
29
30
31
32
33
34
35

SENATE FILE 76

AN ACT
RELATING TO THIRD PARTY PAYOR REIMBURSEMENTS FOR PATIENT
CHARGES AT A MENTAL HEALTH INSTITUTE.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

Section 1. Section 230.20, subsections 2 and 5, Code 1987, are amended to read as follows:

2. The superintendent shall certify to the director of revenue and finance the billings to each county for services provided to patients chargeable to the county during the preceding calendar quarter. The county billings shall be based on the average daily patient charge and other service charges computed pursuant to subsection 1, and the number of inpatient days and other service units chargeable to the county. However, a county billing shall be decreased by an amount equal to reimbursement by a third party payor or estimation of such reimbursement from a claim submitted by the superintendent to the third party payor for the preceding calendar quarter. When the actual third party payor reimbursement is greater or less than estimated, the difference shall be reflected in the county billing in the calendar quarter the actual third party payor reimbursement is determined.

5. An individual statement shall be prepared for a patient on or before the fifteenth day of the month following the month in which the patient leaves the mental health institute, and a general statement shall be prepared at least quarterly for each county to which charges are made under this section. Except as otherwise required by sections 125.33 and 125.34 the general statement shall list the name of each patient chargeable to that county who was served by the mental health institute during the preceding month or calendar quarter, and

the amount due on account of each patient, and the specific dates for which any third party payor reimbursement received by the state is applied to the statement and billing, and the county shall be billed for eighty percent of the stated charge for each patient specified in this subsection. The statement prepared for each county shall be certified by the department to the director of revenue and finance and a duplicate statement shall be mailed to the auditor of that county.

JO ANN ZIMMERMAN
President of the Senate

DONALD D. AVENSON
Speaker of the House

I hereby certify that this bill originated in the Senate and is known as Senate File 76, Seventy-second General Assembly.

JOHN P. DWYER
Secretary of the Senate

Approved April 23, 1987

TERRY E. BRANSTAD
Governor

S.F. 76