

## Department of Health and Social Services

Office of the Commissioner

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February 26, 2016

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Senator MacKinnon and Senator Kelly:

Thank you for the opportunity to provide written recommendations and feedback for consideration by the Senate Finance Committee for CSSB74.

- 1. Prescription Drug Monitoring Program
  - Two spots reference "on a weekly basis"
    - o Section 4, Page 11, Line 8
    - o Section 9, Page 14, Line 22
  - For the committee's consideration: The Department recommends "on at least a weekly basis"
- 2. Duty to identify and repay self-identified overpayments
  - Section 16, Page 17, Lines 14 15
     "An enrolled medical assistance provider shall conduct at least one annual review or audit of all claims submitted to the department..."
  - For the committee's consideration: "Unless a provider is being audited under 47.05.200(a), an enrolled medical assistance provider shall conduct a biennial review or audit of a statistically valid sample of claims submitted to the department..."
- 3. Language Clarification
  - Section 17, Page 20, Lines 18 19
  - <u>For the committee's consideration</u>: The Department recommends adding "based on evidence based practice."
    - Guidelines for health care providers to develop health care delivery models <u>based on evidence</u>
       <u>based practice</u> that encourage wellness and disease prevention.

- 4. Report to the Legislature
  - Section 17, Page 22, Lines 8 9
     "the percentage increase or decrease in average state general fund spending for each medical assistance recipient compared to the previous fiscal year
  - For the committee's consideration: The department recommends deleting the word "each."
- 5. Case management for recipients with multiple hospitalizations
  - Section 18, Page 22, Line 29 through Page 23, Line 1
  - For the committee's consideration: "the department shall require recipients with multiple hospitalizations to enroll in a primary care case management system or with a managed care organization except for recipients with conditions that may necessitate multiple hospitalizations under this subsection"
- 6. Coordinated Care Demonstration Projects
  - Section 20, Page 25, Lines 21 23
  - <u>For the committee's consideration</u>: The department recommends adding, "<u>and annually thereafter</u>," "The department shall request proposals for projects under this section on or before December 31, 2016, <u>and annually thereafter</u>, and may use an innovative procurement process as described under AS 36.30.308."
- 7. Language Suggestion
  - Section 22, Page 28, Lines 20 24
  - <u>For the committee's consideration</u>: The department recommends using the language from CSSB78 in Section 13, Page 17, Lines 19 23
- 8. Language Suggestion
  - Section 23, Page 28, Lines 25 through Page 29, Line 1
  - <u>For the committee's consideration</u>: The department recommends using the language from CSSB78 in Section 13, Page 17, Lines 24 31
- 9. Implement Federal Policy on Tribal Medicaid Reimbursement
  - Section 25, Page 30, Lines 1 16
  - To more accurately describe the process, the department recommends the following:
    - o Section 25, Page 30, Line 9: states "adopts a final rule updating its policy"

      For the committee's consideration: The Department recommends "issues a final policy"
    - Section 25, Page 30, Line 16: states "fully implement the rule in the state"
       For the committee's consideration: The department recommends "fully implement the policy in the state"

• <u>For the committee's consideration</u>: The Centers for Medicare and Medicaid Services (CMS) issued the final policy on February 26, 2016. Implementation may need to be addressed through the effective date clause.

## 10. Dates in the bill

- Section 17, Page 21, Line 10: "On or before October 15"
  - o For the committee's consideration: The department recommends, "On or before November 15"
- Section 20, Page 27, Lines 18 & 20: "June 30"
  - o For the committee's consideration: The department recommends, "November 15"
- Section 21, Page 28, Line 17: "On or before October 15"
  - o The department recommends, "On or before November 15"

Thank you for the opportunity to provide comments.

Quyana, (thank you).

Valerie Davidson Commissioner

Department of Health & Social Services